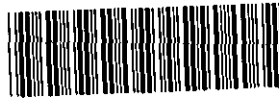
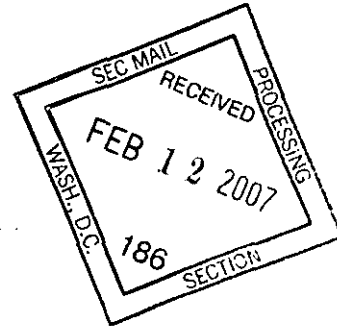


Madrid, 7 February 2007

SECURITIES & EXCHANGE COMMISSION
Office of International Corporate Finance
Division of Corporation Finance
450 Fifth Street, N.W.
Mail Stop 3-2
Washington D.C. 20549
U.S.A.



07021056

Dear Sirs,

SUPPL

Re: CORPORACION MAPFRE, S.A., File number 82/1987

Enclosed is a copy of the information recently sent to the Comisión Nacional del Mercado de Valores, submitted to you in order to maintain our exemption pursuant to Rule 12g3-2 (b) under the Securities Exchange Act of 1934. We also confirm that the Schedule of Information included in our letter of 9 September 1991 has not changed.

Yours truly,

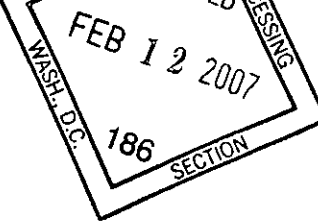
PROCESSED

FEB 16 2007

THOMSON
FINANCIAL

Luigi Lubelli
Finance Director

PRESS RELEASE



MAPFRE

**MAPFRE AND MUTUA VALENCIANA AUTOMOVILISTA AGREE TO INTEGRATE
THE MUTUAL INSURER'S BUSINESSES INTO MAPFRE**

The terms of the agreement ensure the preservation of the rights of the staff,
policyholders and clients of the Mutual Insurer and of its subsidiaries

MAPFRE and MUTUA VALENCIANA AUTOMOVILISTA have signed a memorandum of understanding to integrate the activities and businesses of said Mutual Insurer together into the insurance subsidiaries of MAPFRE S.A.

Under said agreement, MUTUA VALENCIANA will transfer to MAPFRE AUTOMÓVILES its Motor insurance portfolio, which makes up most of its business. The portfolios of the other business lines will be integrated into the corresponding subsidiaries of MAPFRE S.A., according to their respective lines of activity.

The parties will define jointly the most appropriate legal structures to carry out the integration, as well as its economic terms, which will be established in accordance with the reports prepared by independent experts on the basis of the Annual Accounts for fiscal year 2006 that are currently being drafted. The aforementioned reports will be submitted for approval to MUTUA VALENCIANA's General Assembly together with the corresponding agreements.

The terms of the agreement ensure the preservation of the rights of the policyholders, staff and intermediaries, as well as the continuation of the business activities of MUTUA VALENCIANA's subsidiaries and of the petrol station, car repair and radiotaxi services currently provided to its policyholders.

In 2006, MUTUA VALENCIANA obtained revenues in excess of €130 million, most of which corresponded to Motor insurance premiums, with a strong penetration in the Valencia and Andalusia regions. The entity has 300,000 clients, 390 employees and 71 branches.

January 26th 2007, Madrid

For further information, please contact MAPFRE, Corporate Department of Communications and Social Responsibility (phone +34-91-581-8196 or +34-91-581-4653, fax +34-91-581-8382, e-mail susanadiaz@mapfre.com; joaquinhernandez@mapfre.com).

**CAJA CASTILLA LA MANCHA AND MAPFRE SIGN A STRATEGIC AGREEMENT
TO DEVELOP AND SELL JOINTLY LIFE ASSURANCE
PRODUCTS AND PENSION PLANS**

Juan Pedro Hernández Moltó y José Manuel Martínez Martínez, Chairmen of CAJA CASTILLA LA MANCHA (CCM) and MAPFRE, respectively, have signed today in Toledo the strategic agreement that both institutions reached last December in order to jointly exploit and develop the Life Assurance and Pension Plans Business distributed through the branch network and the other channels of the Savings Bank.

Pursuant to the agreements that have been signed, each entity will own a 50% shareholding in CCM Vida y Pensiones, a company that will be managed by MAPFRE. The agreement, whose duration is unlimited, covers the entire Savings and Retirement product range sold currently by CCM, including accidents and pension plans, although the offer will be widened with the different types and lines of products distributed by MAPFRE in the market.

By this agreement, that includes a long-term business plan and anticipates significant growth rates, MAPFRE gives a considerable boost to the development of its bancassurance business, particularly within the area where CCM is located, while CAJA CASTILLA LA MANCHA reinforces its long-term Life and Retirement business by offering to its clients CCM products developed by MAPFRE.

The agreement strongly enhances the insurance and pension plans business within CCM and strengthens MAPFRE's leadership in Life Assurance. According to the figures at the close of 2006, the addition of CCM Vida y Pensiones will lead MAPFRE's Life assurance premiums to exceed €2,100 million, compared to €1,890 million before the agreement. The technical reserves would reach €15,550 million (before €14,700 million) and the individual pension funds would be in the region of €1,492 million, a €170 million increase.

José Manuel Martínez and Juan Pedro Hernández Moltó stated their great satisfaction with an agreement that both entities consider as strategic, which will allow to offer to the clients of CCM, through the branch network of the savings bank, new product lines and will enhance, thanks to the specialised management by MAPFRE, the development of the Life Assurance and long-term Retirement business, thereby encouraging savings and spurring economic activity.

January 16th 2006, Madrid

For more information please contact MAPFRE, Corporate Department of Communications and Social Responsibility, (phone +34 91 581 81 96 or +34 91 587 46 53, fax +34 91 581 83 82, e-mail susanadiaz@mapfre.com; joaquinherandez@mapfre.com

Notice is hereby given to the CNMV that the Extraordinary Shareholders' Meeting of CORPORACIÓN MAPFRE, S.A. held on 29 December 2006 on first call, has resolved to:

- Change the corporate name, which will become 'MAPFRE, S.A.', and consequently amend the first paragraph of article 1 of the corporate by-laws
- Increase the share capital of the Company in the amount of €108,082,063.30, by means of one single increase without pre-emptive rights structured in two tranches:

The first tranche, of €96,057,753, through which CARTERA MAPFRE S.L. will contribute in kind the assets detailed in the Report of the Board of Directors, for a total value of €3,066,163,475.76. In exchange, the subscribing party will receive 960,577,530 shares of CORPORACIÓN MAPFRE.

The second tranche, of €12,024,310.30, which MAPFRE MUTUALIDAD DE SEGUROS Y REASEGUROS A PRIMA FIJA will subscribe for by paying an amount of €383,815,984.78 in cash, through the issuance of 120,243,103 new common shares of the company.

In both tranches, shares will be issued at 3,192%, that is, at €3.192 each, €0.10 of which correspond to par value and the remaining €3.092 to the issuance premium. A portion of the latter will be devoted to appropriating the legal reserve in an amount sufficient to reach twenty percent of the share capital.

- Amend accordingly Article 5 of the corporate by-laws.
- Apply for the especial fiscal treatment established under Chapter VIII of Title VII of the 'Real Decreto Legislativo 4/2004' of 5 March for the in-kind tranche of the aforementioned capital increase.
- File an application with the Madrid and Barcelona Stock Exchanges and with the Spanish Stock Exchange Interconnection System ('Mercado Continuo') for the listing of the 1,080,820,633 new shares of ten Euro cents each to be issued.
- Amend partially present Articles 13, 14, 15, 17, 18, 20 to 23° bis and 25° to 29°; renumber Articles 23 bis to 26, 28 and 29; add Articles 30 and 34, and remove Article 23° ter; change the heading of chapters 3, 4, and 6 of Title III, and of Title IV itself; and rename Titles IV, V and VI.

- Delegate to the Board of Directors the drafting of a new revised and updated version of the company by-laws, which shall include all the changes agreed to date.
- Accept the resignation presented by Board Members Mr. Ricardo Blanco Martínez, Mr. Víctor Bultó Millet, Mr. Juan Fernández-Layos Rubio and Mr. Rafael Galarraga Solares, and appoint as new members for a period of four years Mr. Rafael Beca Borrego, Mr. Rafael Fontoira Suris, Mr. Sebastián Homet Duprá, Mr. Antonio Huertas Mejías, Mr. Andrés Jiménez Herradón, Mr. Rafael Márquez Osorio, Ms. Francisca Martín Tabernero, Mr. Agustín Rodríguez García, Mr. Matías Salvá Bennasar and Mr. Francisco Vallejo Vallejo.

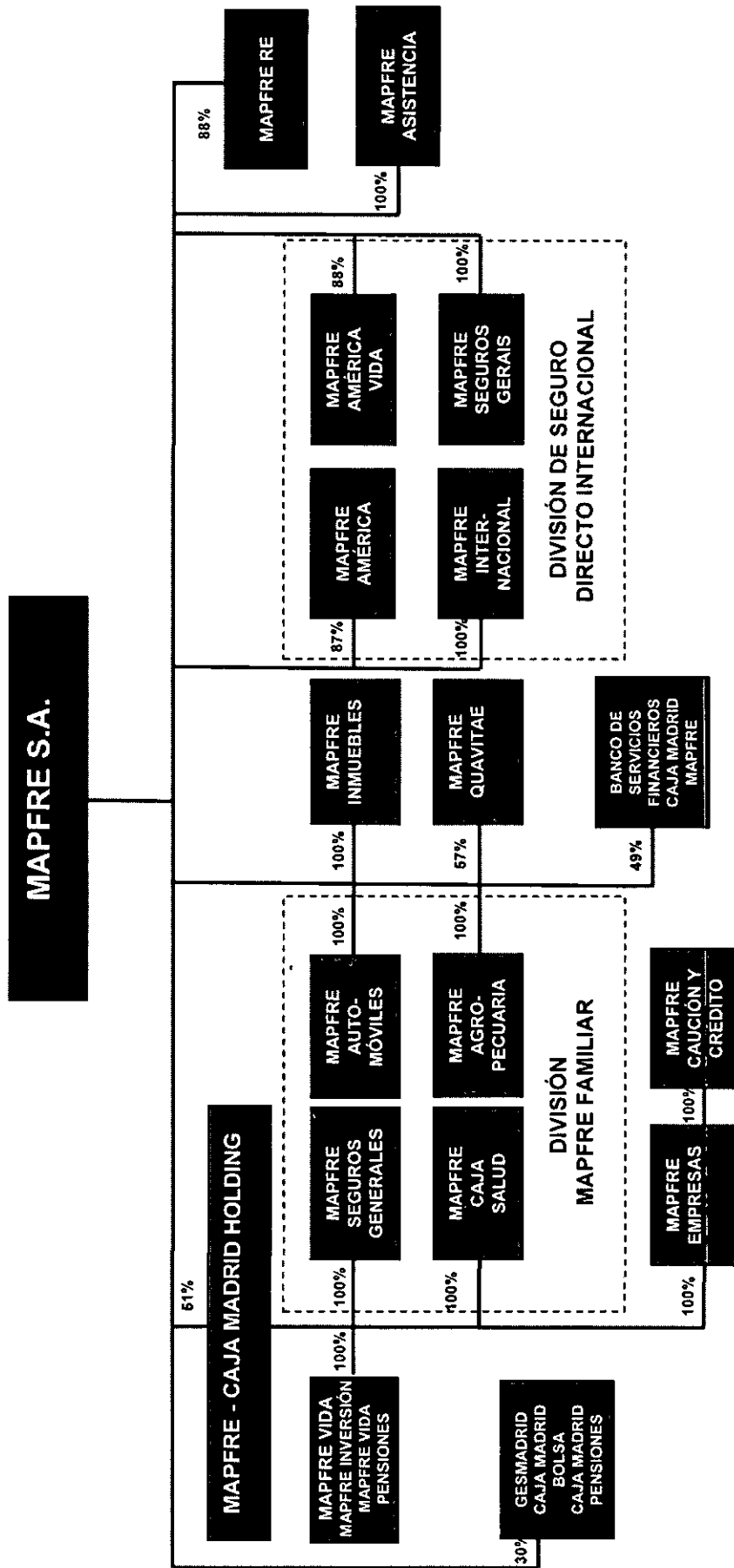
Madrid, 2 January 2007

MAPFRE EN 2006



7 de Febrero de 2007

Organigrama



NEGOCIO DOMÉSTICO

NEGOCIO INTERNACIONAL



IMPLANTACIÓN



	<u>2005</u>	<u>2006</u>	<u>Var.</u>
PAÍSES	38	39	1
OFICINAS	4.273	4.702	429
EMPLEADOS	24.967	28.091	12,5%



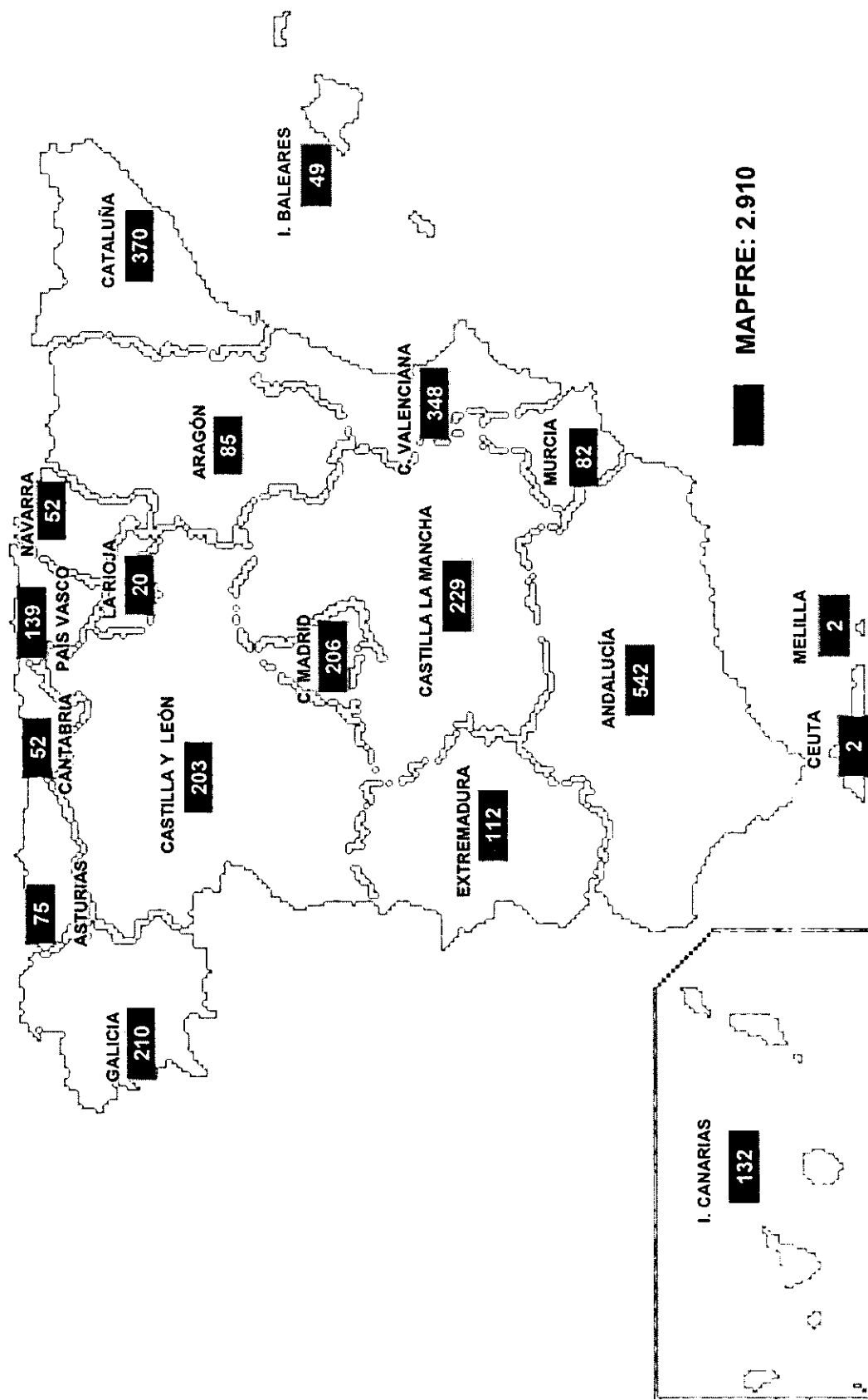
IMPLANTACIÓN EN ESPAÑA



	<u>2005</u>	<u>2006</u>	<u>Var.</u>
OFICINAS	2.861	2.910	49
AGENTES	22.330	24.154	8,2%
EMPLEADOS	14.412	15.810	9,7%
Seguros	9.179	9.583	4,4%
Otras actividades	5.233	6.227	19,0%



RED ESPAÑA



IMPLANTACIÓN INTERNACIONAL

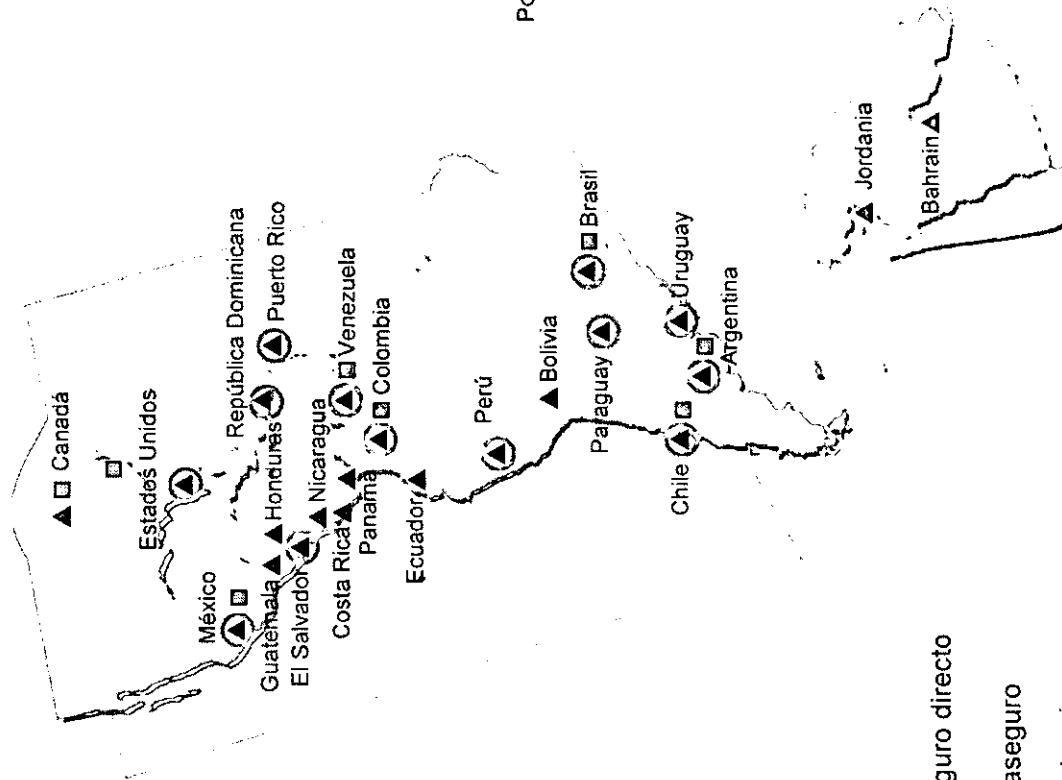


	<u>2005</u>	<u>2006</u>	<u>Var.</u>
PAÍSES	37	38	1
OFICINAS	1.412	1.792	380
EMPLEADOS	10.555	12.281	16,4%
Seguros	8.365	9.906	18,4%
Otras actividades	2.190	2.375	8,4%

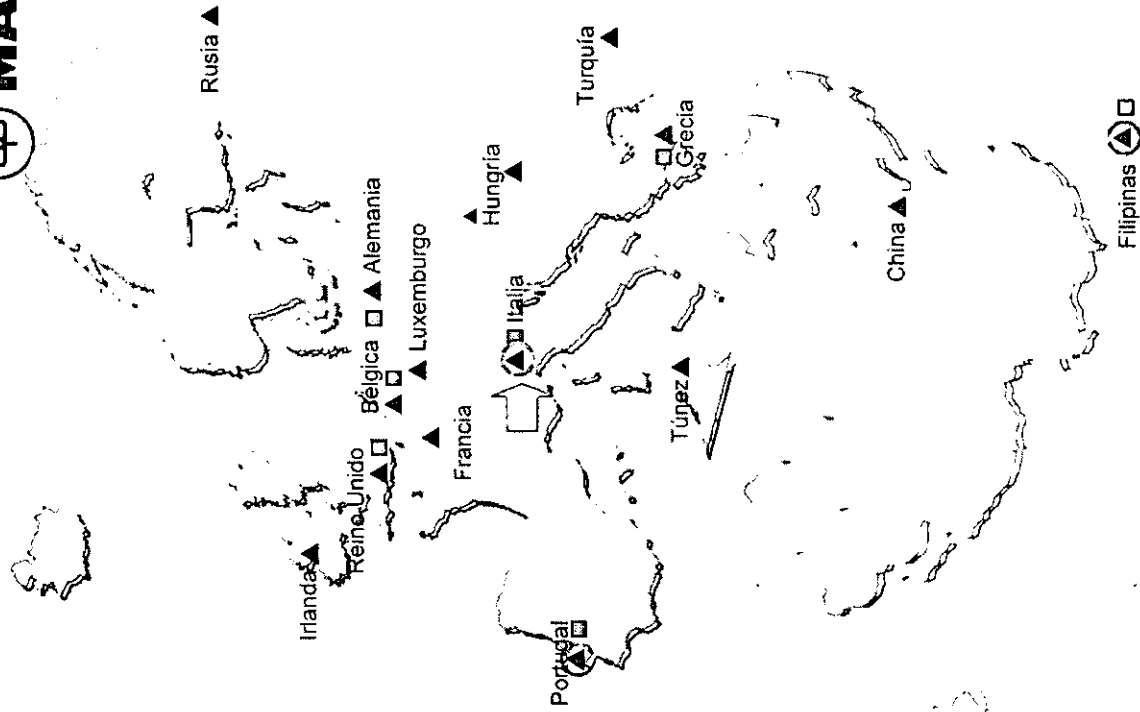


IMPLANTACIÓN INTERNACIONAL

MAPFRE



- Seguro directo
- Reaseguro
- △ Asistencia



EVOLUCIÓN DEL NEGOCIO



INGRESOS

⊕ MAPFRE

	<u>2005</u>	<u>2006</u>	<u>% Var.</u>
Primas Seguro Directo	9.065	9.782	7,9
Primas Reaseguro Aceptado	1.045	1.151	10,1
Ingresos de Inversiones	1.642	1.716	4,5
Otros	437	585	33,8
Total Ingresos	12.189	13.234	8,6
Aportaciones a Fondos de Pensiones	296	350	18,2
Total Operaciones	12.485	13.583	8,8

* Millones de euros



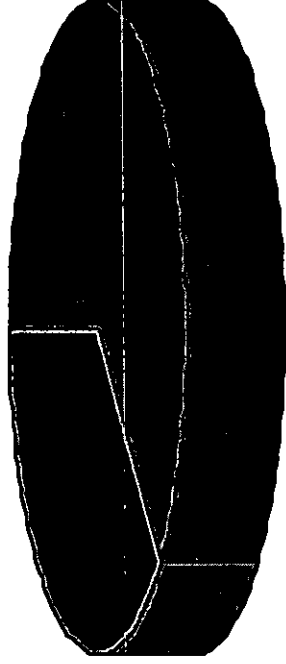
PRIMAS



2006

Sociedades con actividad principalmente en España	7.287
Sociedades con actividad principalmente fuera de España	4.329
Total primas consolidadas	10.933

Exterior
37%



España
63%

* Millones de euros



AHORRO GESTIONADO



	<u>2005</u>	<u>2006</u>	<u>% Var.</u>
Provisiones técnicas Vida	13.371	14.120	2,5
Fondos de pensiones	1.287	1.493	16,0
Fondos de inversión	3.097	3.777	22,0
TOTAL	17.755	19.390	9,2

Según principios del Plan Contable de Entidades Aseguradoras.

Bajo criterios NIIF, asciende a 20.536 y 19.585 millones de euros en 2006 y 2005, respectivamente

* Millones de euros



OPERACIONES EN ESPAÑA



	<u>2005</u>	<u>2006</u>	<u>% Var.</u>
AUTOMÓVILES	2.288,6	2.344,3	2,4
PERSONALES NO VIDA	775,7	862,6	11,2
SALUD	353,3	388,0	9,8
EMPRESAS	1.101,5	1.233,2	12,0
OTROS NO VIDA	631,8	567,1	-10,2
VIDA ⁽¹⁾	1.766,6	1.891,8	7,0
APORTACIONES A FONDOS DE PENSIONES	300,7	349,6	16,3

(1) Excluidos los negocios de exteriorización en 2005 que ascienden a la cifra de 148,7 millones de euros.

* Millones de euros



OPERACIONES EN EL EXTERIOR



	<u>2005</u>	<u>2006</u>	<u>% Var.</u>
SEGURO DIRECTO INTERNACIONAL	2.072,4	2.594,9	25,2
AMERICA	1.945,2	2.461,7	26,6
INTERNACIONAL (1)	127,2	133,2	4,7
REASEGURO ACEPTADO	1.337,4	1.437,7	7,5
ASISTENCIA	254,5	296,3	16,3

(1) Incluye Portugal, Estados Unidos (Florida) y Filipinas

* Millones de euros



RANKING AMÉRICA (NO VIDA)



Grupo		País	2005		2004	
			Nº	Cuota de mercado (%)	Nº	Cuota de mercado (%)
MAPFRE		España	1	6,1	2	5,7
AIG		EE.UU.	2	6,0	4	5,1
ING		Holanda	3	5,7	1	7,3
GNP		México	4	5,5	3	5,5
BRADESCO		Brasil	5	4,4	5	3,8
SULAMÉRICA		Brasil	6	3,7	7	3,2
LIBERTY MUTUAL		EE.UU.	7	3,6	6	3,3
PORTO SEGUROS		Brasil	8	3,3	9	2,8
ITAÚ		Brasil	9	3,0	11	2,5
ALLIANZ		Alemania	10	2,7	10	2,7



RESULTADO GRUPO **(Pro forma)**



	<u>2005</u>	<u>2006</u>	<u>% Var.</u>
Beneficio antes de impuestos y minoritarios	872,0	1.156,1	32,6
Beneficio después de impuestos y minoritarios	458,3	610,2	33,1

* Millones de euros



MAGNITUDES PATRIMONIALES ⁽¹⁾



	<u>2005</u>	<u>2006</u>	<u>% Var.</u>
Patrimonio neto	4.467	5.054	13,2
Activos totales	32.167	33.718	4,8
Patrimonios gestionados ⁽²⁾	36.552	38.988	6,7

(1) MAPFRE S.A. pro forma.

(2) Incluye activos del balance más fondos de inversión y pensiones gestionados

* Millones de euros



INVERSIONES ⁽¹⁾



	<u>2006</u>	<u>% s/ total</u>
Tesorería	1.422	5,2
Inmuebles	2.481	9,0
Acciones y fondos de inversión	2.333	8,5
Renta fija	20.169	73,3
Otras inversiones	1.105	4,0
TOTAL	27.510	100

(1) Datos pro forma a valor de mercado.

* Millones de euros



HECHOS DESTACABLES



- NUEVA ESTRUCTURA CORPORATIVA
- CREACIÓN DE LAS DIVISIONES MAPFRE FAMILIAR Y SEGURO DIRECTO INTERNACIONAL
- MÁS DE 1.150 MILLONES DE BENEFICIO BRUTO
- FUERTE INCREMENTO DE LAS PRIMAS Y DE LOS BENEFICIOS EN AMÉRICA. MAPFRE ES LA PRIMERA ASEGURADORA EN NO VIDA EN LATINOAMERICA
- REINCORPORACIÓN AL ÍNDICE IBEX 35, Y ENTRADA EN EL ÍNDICE FTSE4Good
- INFORME DE RESPONSABILIDAD SOCIAL (GRI) AUDITADO
- ACUERDO CON CATTOLICA
- ACUERDO CON CAJA CASTILLA LA MANCHA
- ACUERDO CON MUTUA VALENCIANA



EVOLUCIÓN HISTORICA 1986-2006

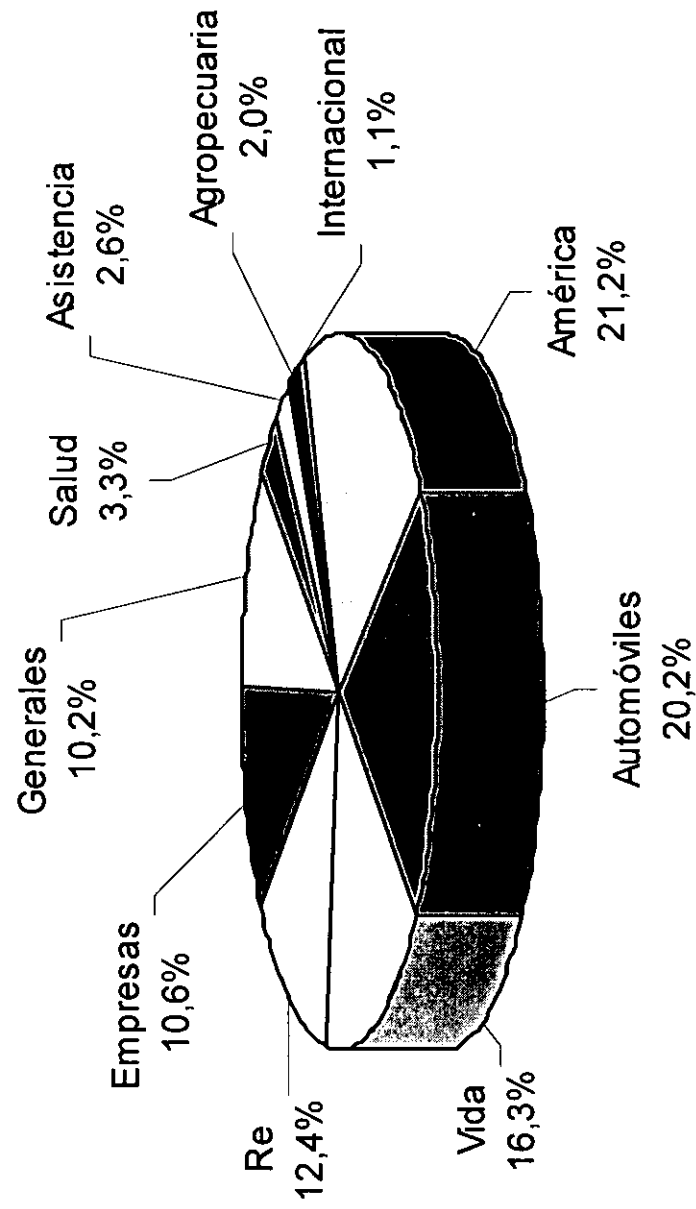


Millones de euros

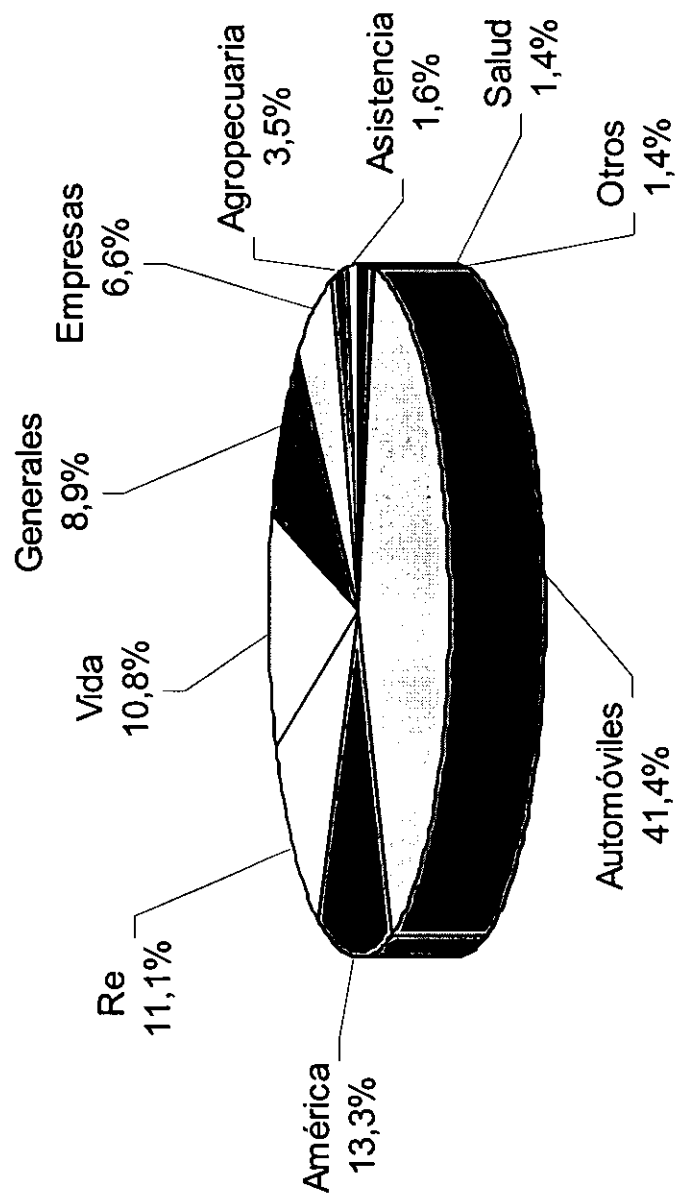
<u>Año</u>	<u>Total Ingresos</u>	<u>Activos Gestionados</u>	<u>Beneficio Bruto</u>	<u>Número de empleados</u>
1986	434	706	20	2.323
1989	1.214	1.989	49	3.869
1992	2.419	3.769	37	5.528
1995	3.249	6.879	203	11.292
1998	4.546	9.669	178	15.219
2001	8.933	19.276	316	16.756
2004	10.756	31.482	847	19.920
2005	12.189	36.552	872	24.967
2006	13.234	38.988	1.156	28.091



DISTRIBUCIÓN DE PRIMAS 2006 POR UNIDADES



DISTRIBUCIÓN DEL RESULTADO NETO 2006 MAPFRE POR UNIDADES



FUNDACION MAPFRE



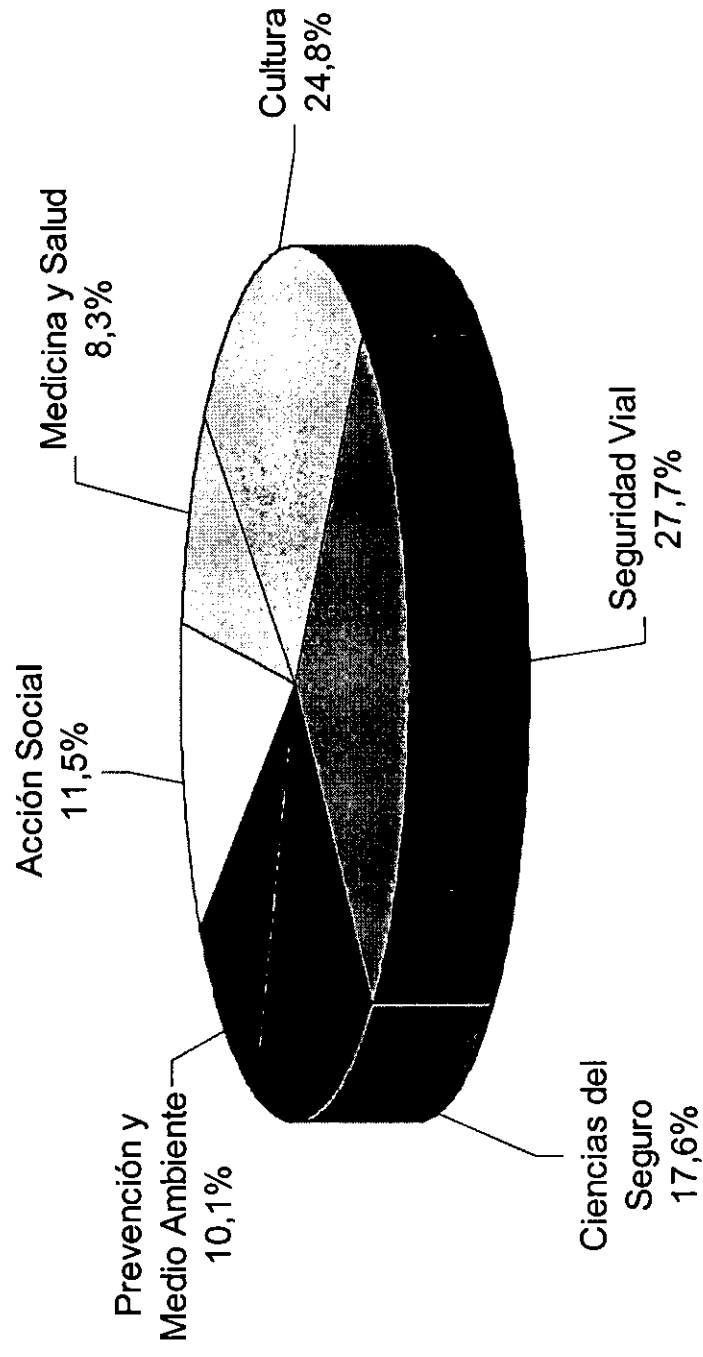
CONCEPTO	2005	2006	2007(E)
Patrimonio	48,8	2.651,4	
ACTIVIDAD FUNDACIONAL			
Ingresos	21,1	29,4	33,9
Gastos	20,3	24,6	33,8

* Millones de euros

(E) Estimado para 2007 pendiente de aprobación



FONDOS POR ÁREAS DE ACTIVIDAD



INFORMACIÓN ACCIÓN MAPFRE



ACCIÓN MAPFRE



	<u>2005</u>	<u>2006</u>	<u>%Var.</u>
Dividendo	76,4	161,5	111,4
Beneficio por acción (euros)	0,21	0,28	33,3
Dividendo por acción (euros)	0,064	0,09	40,6
A cuenta	0,034	0,04	17,6
Complementario (1)	0,030	0,05	66,6

(1) Complementario de 2006 que se pagará el 04.05.2007

* Millones de euros



DATOS BURSÁTILES



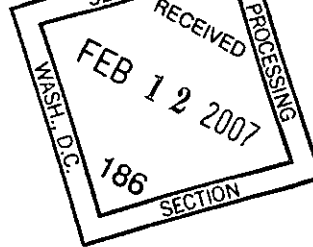
	<u>2006</u>	<u>Después de la ampliación</u>
Número de acciones (millones)	1.195	2.275
Capitalización bursátil (millones euros) ⁽¹⁾	4.085	8.963
Revalorización	22,6%	15,2%
Rentabilidad por dividendo	2,2%	-

(1) Valores a 31.12.2006 y 05.02.2007.

* Millones de euros



PRESS RELEASE



IN 2006, MAPFRE'S GROSS PROFIT GREW 32.6% TO €1,156 MILLION

ITS NET PROFIT GREW 33.1%, EXCEEDING €610 MILLION

THE REVENUES OF THE GROUP NEARED €13,600 MILLION

José Manuel Martínez, Chairman of MAPFRE, presented today the results earned by MAPFRE in 2006, a year in which the Group completed a wide-ranging corporate restructuring. Furthermore, he outlined, among others, the following aspects:

- MAPFRE maintains its strong leadership position in the Spanish market, with a volume of written premiums of €7,152.2 million.
- The premiums of the American subsidiaries grew 26.5%, exceeding €2,461 million and strengthening MAPFRE's position as the largest Non-Life insurer in Latin America.
- After the capital increase carried out in January 2007, there are 2,275,324,163 outstanding shares reaches and market capitalisation will approach €9,000 million.

1.- Results:

In 2006, MAPFRE obtained total revenues of €13,583 million, a figure nearly 9% larger than that for the previous year. Insurance and Reinsurance premiums came close to €11,000 million, an increase of over 8%.



MAPFRE

PRESS RELEASE

It is worth noting the increase in the volume of premiums written abroad, which already make up almost 40% of the Group's total premiums, having grown in 2006 at a rate higher than 20%, reaching €3,780.5 million. Direct Insurance premiums in the Americas amounted to €2,461.7 million, a 26.5% increase over 2005, strengthening MAPFRE's position as the largest Non-Life insurer in Latin America.

In Spain, the most significant increases were recorded in: Commercial Insurance, whose premiums reached €1,233 million (up 12%); Retail insurance (Multi-peril and accidents), which grew 11.2%; and Health Insurance, which rose nearly 10% reaching a volume of premiums of €388 million.

Third-party funds managed in Life Insurance and Savings Products exceeded €20,500 million, equivalent to a 5% increase over the previous year under IFRS; under Spanish GAAP, they grew in excess of 9%.

Such a positive trend in revenues stemmed primarily from the Group's organic growth, as no significant acquisitions were made in 2006.

The profit before tax and minority interests was €1,156.1 million, a 32.6% increase over 2005, while the net profit reached €610.2 million, a 33.1% increase. Of said net profit, €330.2 million were booked by MAPFRE S.A. (previously named CORPORACIÓN MAPFRE) and €280 million by the businesses integrated into MAPFRE S.A. in January 2007.

2.- Dividends:

MAPFRE S.A. will pay a total dividend of €0.09 per share out of the results for fiscal year 2006, equivalent to a 40.6% increase over the amount paid the previous year. The company already paid an interim dividend of €0.04 per share and will pay the balance (€0.05) from May 4th, 2007 onwards.

3.- Objectives:

For the 2007-2009 period, MAPFRE has set itself the following objectives: to grow above the average for each market; to maintain positive technical results; to increase earnings per share; and to reduce expenses. In 2007, MAPFRE aims to approach a total volume of revenues of €14,500 million.

4.- Social Responsibility and Foundational Activities:

MAPFRE will publish for the third consecutive year its Social Responsibility Report compliant with the Global Reporting Initiative (GRI) and verified by external auditors, further advancing in its commitment to transparency and communication with all its stakeholders.

The aforementioned report includes an ample description of the activities carried out in 2006 by FUNDACIÓN MAPFRE, to which €25 million were devoted. A large portion of that amount was directed at cultural, educational and social action initiatives in the Latin American countries in which MAPFRE has a presence.

Any interested party may follow through the corporate web page (www.mapfre.com) the presentations that will be held today at 13:30 CET (in Spanish) and at 16:30 CET (in English).

February the 7th, 2007, Madrid

For further information, please contact MAPFRE, Corporate Department of Communications and Social Responsibility, (phone +34 91 581 81 96 or +34 91 587 46 53, fax +34 91 581 83 82, e-mail susanadiaz@mapfre.com; joaquinhernandez@mapfre.com).

1. Consolidated Income Statement ⁽¹⁾

ITEMS	€ million		% Variation 06 / 05
	2006	2005	
NON-LIFE INSURANCE AND REINSURANCE			
Gross written and accepted premiums	8,452.2	7,801.1	8.3
Premiums earned, net of ceded and retroceded reinsurance	6,989.4	6,409.1	9.1
Net claims incurred and variation in other technical provisions	(4,825.6)	(4,712.5)	2.4
Net operating expenses	(1,601.7)	(1,349.8)	18.7
Other technical income and expenses	(136.4)	(64.7)	110.8
TECHNICAL RESULT	425.7	282.1	50.9
Net financial and other non-technical income	493.8	401.8	22.9
Result of the Non-life business	919.5	683.9	34.4
LIFE ASSURANCE AND REINSURANCE			
Gross written and accepted premiums	2,480.5	2,309.0	7.4
Premiums earned, net of ceded and retroceded reinsurance	2,353.8	2,176.1	8.2
Net claims incurred and variation in other technical provisions	(2,500.6)	(2,558.2)	(2.3)
Net operating expenses	(353.2)	(269.2)	31.2
Other technical income and expenses	(4.6)	(9.7)	(52.6)
TECHNICAL RESULT	(504.6)	(661.0)	(23.7)
Net financial and other non-technical income	654.1	763.7	(14.4)
Unrealised gains and losses in unit-linked investments	21.8	25.6	(15.0)
Result of the Life business	171.3	128.3	33.5
OTHER BUSINESS ACTIVITIES			
Operating income	480.3	406.4	18.2
Operating expenses	(413.3)	(355.5)	16.3
Other income and expenses	(1.7)	8.9	-
Result of the Other Business Activities	65.3	59.8	9.2
Result before tax and minority interests	1,156.1	872.0	32.6
Taxes	(355.5)	(273.7)	29.9
Result after tax	800.6	598.3	33.8
Result attributable to minority interests	(190.4)	(140.0)	36.0
Result after tax and minority interest	610.2	458.3	33.1

(1) "Pro forma" figures for the MAPFRE Group, including the businesses contributed to MAPFRE S.A. in January 2007

2. Breakdown of 2006 results by Unit

UNITS	Result before taxes and minority interest	Taxes	Minority interest	Result after taxes and minority interest
<u>Existing businesses</u>				
MAPFRE VIDA	192.6			
MAPFRE SEGUROS GENERALES	161.3			
MAPFRE EMPRESAS	115.5			
MAPFRE CAJA SALUD	26.5			
MAPFRE AMERICA	101.4			
MAPFRE RE	115.8			
MAPFRE ASISTENCIA	14.3			
Consolidation adjustments and other items	10.0			
SUBTOTAL	737.4	(221.5)	(185.7)	330.2
<u>Contributed businesses</u>				
MAPFRE AUTOMOVILES pro forma	375.6			
MAPFRE AGROPECUARIA	34.1			
MAPFRE AMERICA VIDA	14.7			
MAPFRE SEGUROS GERAIS	6.6			
Consolidation adjustments and other items	(12.3)			
SUBTOTAL	418.7	(134.0)	(4.7)	280.0
TOTAL	1,156.1	(355.5)	(190.4)	610.2

HALF

SECOND

YEAR

2006

I. ISSUER IDENTIFICATION DATA

OFFICIAL NAME:
CORPORACION MAPFRE, S.A.

LEGAL ADDRESS:

Paseo de Recoletos, 25, 28004 MADRID

N.I.F.

A08055741

Persons assuming responsibility for the information contained herein, positions they hold with the company, and identification of the power and authority by virtue of which they represent the company:

Mr. Domingo Sugranyes Bickel
Vice-Chairman
Public deed nº 2845 signed before notary public Mr. José María Prada Guaita on 20 September 2001

SIGNATURE:

CONTENT OF THE HALF-YEARLY INFORMATION
(mark with an X when appropriate)

	Non-consolidated	Consolidated
I. Issuer Identification Data	0010 X	
II. Changes in the Consolidated Group	0020	X
III. Basis of Presentation and Valuation Criteria	0030 X	X
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(*) With regards to consolidated information, only the relevant balance sheet and profit and loss statements in accordance with applicable regulations need be filled in.

A) CHANGES IN COMPANY NAME

The following companies changed their corporate name:

- MAPFRE DO BRASIL CONSULTORIA E SERVICIOS LTDA changed its name to CLUBE MAPFRE DO BRASIL LTDA.
- GESMUSINI GESTIÓN S.A. changed to MAPFRE INTERNACIONAL S.A.
- CORPORACIÓN MAPFRE S.A changed to MAPFRE S.A.
- CORPORACIÓN SLS 024 2 C.A. changed to CLUB MAPFRE S.A.
- SEGURADORA ROMA S.A. changed to MAPFRE RISCOS ESPECIAIS SEGURADORA S.A.
- RELECMAP A.I.E. changed to SERVICIOS DE PERITACIÓN MAPFRE S.A.
- NUOVI SERVIZI AUTO S.P.A. changed to MAPFRE WARRANTY S.P.A.
- ABRAXAS changed to MAPFRE ABRAXAS
- ENKEN SERVICIOS DE PREVENCIÓN changed to MAPFRE SERVICIOS DE PREVENCIÓN S.L.

B) CHANGES IN CONSOLIDATION METHODS OR PROCEDURES

1. The following companies, which in the preceding year were not included in the scope of consolidation, were fully consolidated:

a) Due to acquisition:

- CANADIAN ROADSIDE AND RECOVERY INC. (Canada)
- SALZILLO
- DE MENA
- BALDRICH AND ASSOCIATES INC. (Puerto Rico)
- AUTO GUARD INC. (Puerto Rico)
- PROFIT SOLUTIONS INC. (Puerto Rico).

b) Due to incorporation:

- MAPFRE TEPEYAC INC (U.S.A.)
- MAPFRE FINANZAS S.A. (Mexico)
- AUTOMOTOR MULTISERVICAR (Venezuela)
- MAPFRE SALUD, S.A. (Argentina)
- MAPFRE SEGURADORA DE CRÉDITO A LA EXPORTACIÓN (Brazil)
- VIAJES MAPFRE ONLINE

2. The following companies, which in the preceding year were not included in the scope of consolidation, were consolidated by the equity method:

a) Due to acquisition:

- SERVICIOS FUNERARIOS LA CARIDAD
- ISABELO ALVAREZ MAYORGA S.A.
- FUNERARIA HISPALENSE S.L.
- TANATORIO DE ECIJA
- COMPAÑÍA DE SEGUROS PALIC (Dominican Rep.)

3. The following companies, which in the preceding year were not included in the scope of consolidation, were consolidated by the proportional method:

a) Due to incorporation: INMOBILIARIA MAPINVER S.A.

4. The following companies ceased to be subsidiaries or affiliates of the Group, due to the reasons indicated below:

a) Winding-up:

- MAPFRE ASISTENCIA ORO
- QUAVITAE BALEARES

b) Sale to third parties:

- EDITORIAL DIANA (Mexico)
- GRUPO ALISIO CANARIAS INVERSORES S.A.
- CLINICA SANTA CATALINA
- CLINICA SANTA CRUZ
- LIMPIEZA Y MANTENIMIENTO HOSPITALARIO S.L

c) Dissolution:

- TERRENOS Y LOCALES S.A. (Peru)
- MAP HOLDING (U.S.A.).

III. BASIS OF PRESENTATION AND VALUATION CRITERIA

The financial information contained herein was prepared in accordance with International Financial Reporting Standards (IFRS). The same standards were applied in the preparation of the 2005 annual consolidated accounts.

IV. NON-CONSOLIDATED BALANCE SHEET

Unit: thousand euros

ASSETS		CURRENT YEAR	PREVIOUS YEAR
A) SHAREHOLDERS, UNCALLED CAPITAL	0200		
I. Start-up expenses	0210	7,533	5,790
II. Intangible Assets	0220	342	498
III. Deferred expenses	0230	617	744
B) INTANG. ASSETS, START-UP AND DEF. EXPENSES	0240	8,492	7,032
I. Tangible Investments	0250	0	0
II. Financial Investments	0260	1,404	2,888
III. Investments in Group Companies and Affiliates	0270	1,621,755	1,455,549
IV. Deposits established for accepted reinsurance	0280	0	0
C) INVESTMENTS	0290	1,623,159	1,458,437
D) INVESTMENTS ON ACCOUNT OF LIFE POLICYHOLDERS ASSUMING INVESTMENT RISK	0310	0	0
E) PARTICIPATION BY REINSURANCE IN TECH. RESERVES	0320	0	0
I. Receivables on direct insurance, reins. and coinsurance	0330	0	0
II. Tax, corporate and other credits	0340	45,077	43,053
III. Shareholders, called capital	0350	0	0
IV. Tangible Fixed Assets	0355	167	197
V. Cash and Banks	0360	7,707	82,602
VI. Treasury Stock in Special Status	0365	0	0
VII. Other Assets Net of Provisions	0366	8,370	13,809
VIII. Accruals	0370	53	14
F) RECEIVABLES, OTHER ASSETS AND ACCRUALS	0380	61,374	139,675
TOTAL ASSETS (A+B+C+D+E+F)	0390	1,693,025	1,605,144

LIABILITIES		CURRENT YEAR	PREVIOUS YEAR
I. Subscribed capital	0500	119,450	119,450
II. Reserves	0510	898,322	898,322
III. Treasury stock for capital decrease	0515	0	0
IV. Results from previous years	0520	227,101	116,547
V. Result for the year	0530	128,642	187,003
VI. Interim dividend paid during the year	0540	-47,780	-40,613
A) CAPITAL AND RESERVES	0550	1,325,735	1,280,709
B) DEFERRED INCOME	0590	114	118
C) SUBORDINATED LIABILITIES	0592	0	0
D) TECHNICAL RESERVES	0595	0	0
E) TECH. RES. (LIFE) WHEN RISK ASSUMED BY POLICYH.	0600	0	0
F) PROVISIONS FOR RISKS AND EXPENSES	0610	8,492	6,621
G) DEPOSITS RECEIVED ON CEDED REINSURANCE	0620	0	0
I. Bond and other stock issues	0630	275,000	275,000
II. Due to credit institutions	0635	56,590	0
III. Debts on direct insurance, reins. and coinsurance	0640	0	0
IV. Debts on trans. in preparation of insurance contracts	0645	0	0
V. Debts on asset repurchase agreements	0646	0	0
VI. Other liabilities	0650	27,094	34,894
VII. Accruals	0670	0	7,802
H) DEBTS AND ACCRUED LIABILITIES	0680	358,684	317,696
TOTAL LIABILITIES (A+B+C+D+E+F+G+H)	0690	1,693,025	1,605,144

V. NON-CONSOLIDATED RESULTS

Unit: thousand euros

		CURRENT YEAR		PREVIOUS YEAR	
		Amount	%	Amount	%
I. Earned premiums, net of reinsurance (Non-Life)	0800	0		0	
II. Earned premiums, net of reinsurance (Life)	0810	0		0	
A) NET EARNED PREMIUMS (I+II)	0820	0		0	
III. Claims incurred, net of reinsurance (Non-Life)	0830	0		0	
IV. Claims incurred, net of reinsurance (Life)	0840	0		0	
B) NET CLAIMS (III+IV)	0850	0		0	
V. Variation in other technical reserves, net of reinsurance (Non-Life)	0852	0		0	
VI. Variation in other technical reserves, net of reinsurance (Life)	0853	0		0	
C) VARIATION IN OTHER NET TECHNICAL RESERVES (+/-V+/-VI)	0855	0		0	
VII. Profit sharing and returns (Non-Life)	0860	0		0	
VIII. Profit sharing and returns (Life)	0865	0		0	
IX. Net operating expenses (Non-Life)	0870	0		0	
X. Net operating expenses (Life)	0875	0		0	
XI. Variation in the equalisation reserve (Non-Life)	0880	0		0	
D) PROFIT SHARING & OTHER OPERATING EXPENSES (VII+VIII+IX+X+/-XI)	0890	0		0	
XII. Other technical results (Non-Life)	0900	0		0	
XIII. Other technical results (Life)	0910	0		0	
E) TECHNICAL RESULTS (A-B+/-C-D+/-XII+/-XIII)	0920	0		0	
XIV. Income from operating investments (Non-life)	0930	0		0	
XV. Income from operating investments (Life)	0935	0		0	
XVI. Expenses from operating investments (Non-Life)	0940	0		0	
XVII. Expenses from operating investments (Life)	0945	0		0	
XVIII. Unrealised capital gains and losses on investments (Life)	0950	0		0	
F) TECHNICAL FINANCIAL RESULT (E+XIV+XV-XVI-XVII+/-XVIII)	0960	0		0	
G) TECHNICAL RESULT (Non-Life) (I-III+/-V-VII-IX+/-XI+/-XII+XIV-XVI)	0965	0		0	
H) TECHNICAL RESULT (Life) (II-IV+/-VI-VIII-X+/-XIII+XV-XVII+/-XVIII)	0966	0		0	
XIX. Income from net assets' investments	0970	150,519		235,802	
XX. Expenses from net assets' investments	0980	-18,313		-20,971	
I) ORDINARY RESULT (F+XIX-XX)	1020	132,206		214,831	
XXI. Other income	1025	1,619		1,809	
XXII. Other expenses	1026	-11,302		-9,937	
XXIII. Extraordinary Results	1030	-31		1,583	
J) RESULT BEFORE TAXES (I+XXI-XXII+/-XXIII)	1040	122,492		208,286	
XXIV. Corporate tax and others	1042	6,150		-21,283	
K) RESULT FOR THE YEAR (J+/-XXIV)	1044	128,642		187,003	

**IV. CONSOLIDATED BALANCE SHEET
(UNDER INTERNATIONAL FINANCIAL REPORTING STANDARDS)**

Unit: thousand euros

Unit: thousand euros				CURRENT YEAR	PREVIOUS YEAR
ASSETS					
I.	Consolidated goodwill	4000	598,828	595,959	
II.	Other intangible assets	4010	67,027	54,904	
A) INTANGIBLES ASSETS		4020	665,855	650,863	
I.	Tangible investments	4030	428,001	377,712	
II.	Real estate investments	4040	453,673	345,131	
III.	Financial investments	4050	20,265,991	19,585,819	
IV.	Equity-accounted investments	4060	125,162	104,344	
V.	Deposits established for accepted reinsurance	4070	104,796	97,884	
VI.	Other investments	4080	46,921	32,735	
B) INVESTMENTS		4090	21,424,544	20,543,625	
C) UNIT-LINKED INVESTMENTS		4100	255,770	299,704	
D) REINSURERS' SHARE IN TECHNICAL RESERVES		4110	1,800,090	1,642,241	
E) CREDITS ON DEFERRED TAXES		4120	444,800	736,290	
I.	Credits on direct insurance, reinsurance and coinsurance	4130	1,459,371	1,455,030	
II.	Corporate and other credits	4140	170,791	146,134	
III.	Tax credits on current gains	4150	138,083	82,053	
IV.	Shareholders, called capital	4160	0	0	
V.	Fixed assets	4170	121,338	124,858	
VI.	Cash and equivalents	4180	832,464	964,711	
VII.	Accruals	4190	501,524	425,961	
VIII.	Other assets	4200	533,149	349,595	
IX.	Non-operating assets available for sale and assets pertaining to discontinued activities	4205	0	0	
F) CREDITS, OTHER ASSETS AND ACCRUALS		4210	3,756,720	3,548,342	
TOTAL ASSETS (A+B+C+D+E+F)		4230	28,347,779	27,420,965	

LIABILITIES

I.	Capital	4240	119,450	119,450
II.	Other reserves	4250	1,712,956	1,652,124
III.	Retained earnings	4260	560,675	393,804
IV.	Other equity instruments	4265	0	0
V.	Less: own securities	4270	0	0
VI.	Translation differences	4280	-5,334	58,847
VII.	Other valuation adjustments	4290	0	0
VIII.	Reserves for revaluation of non-operating assets available for sale and assets pertaining to discontinued activities	4295	0	0
IX.	Less: interim dividend	4300	-47,780	-40,613
NET WORTH ATTRIBUTABLE TO HOLDERS OF EQUITY INSTRUMENTS ISSUED BY THE CONTROLLING COMPANY		4310	2,339,967	2,183,612
X. Minority interests		4320	1,071,686	977,678
A) EQUITY		4330	3,411,653	3,161,290
B) SUBORDINATED LIABILITIES		4340	0	0
C) TECHNICAL RESERVES		4350	20,748,274	20,127,487
D) UNIT-LINKED RESERVES		4360	255,770	299,704
E) OTHER RESERVES		4370	136,615	107,710
F) DEPOSITS RECEIVED ON CEDED INSURANCE		4380	149,786	144,686
G) DEBTS ON DEFERRED TAXES		4390	520,934	839,844
I.	Bonds and other tradeable securities	4400	298,027	313,579
II.	Due to credit institutions	4410	395,327	201,558
III.	Debts on direct insurance, reinsurance and coinsurance	4420	771,274	723,342
IV.	Other financial liabilities	4430	727,957	628,758
V.	Tax debts on current gains	4440	299,314	254,342
VI.	Accruals	4450	229,162	190,245
VII.	Other liabilities	4460	403,686	428,420
VIII.	Liabilities linked directly to non-operating assets available for sale and assets pertaining to discontinued activities	4465	0	0
H) DEBTS AND ACCRUED LIABILITIES		4470	3,124,747	2,740,244
TOTAL LIABILITIES AND NET WORTH (A+B+C+D+E+F+G+H)		4490	28,347,779	27,420,965

V. CONSOLIDATED RESULTS
UNDER INTERNATIONAL FINANCIAL REPORTING STANDARDS

Unit: thousand euros

Unit: thousand euros

	CURRENT YEAR		PREVIOUS YEAR		
	Amount	%	Amount	%	
I. Earned premiums, net of reinsurance (Non-Life)	4500	4,371,156	69%	3,938,910	67%
II. Earned premiums, net of reinsurance (Life)	4510	1,964,698	31%	1,930,339	33%
A) NET EARNED PREMIUMS (I+II)	4520	6,335,854	100%	5,869,249	100%
III. Claims incurred, net of reinsurance (Non-Life)	4530	-2,792,981	-44%	-2,677,772	-46%
IV. Claims incurred, net of reinsurance (Life)	4540	-1,766,283	-28%	-1,615,046	-28%
B) NET CLAIMS INCURRED (III+IV)	4550	-4,559,264	-72%	-4,292,818	-73%
V. Variation in other technical reserves, net of reins. (Non-Life)	4560	-50,321	-1%	-61,280	-1%
VI. Variation in other technical reserves, net of reins. (Life)	4570	-504,148	-8%	-782,575	-13%
C) VARIATION IN OTHER NET TECH. RESERVES (+/-V+/-VI)	4580	-554,469	-9%	-843,855	-14%
VII. Profit sharing and returns (Non-Life)	4590	-3,169	0%	-2,603	0%
VIII. Profit sharing and returns (Life)	4600	-28,750	0%	-22,132	0%
IX. Net operating expenses (Non-Life)	4610	-1,238,117	-20%	-1,053,789	-18%
X. Net operating expenses (Life)	4620	-154,332	-2%	-141,974	-2%
XI. Variation in other technical reserves (Non-Life)	4630	0	0%	0	0%
D) PROFIT SHARING & OPER. EXPENSES (VII+VIII+IX+X+/-XI)	4640	-1,424,368	-22%	-1,220,498	-21%
XII. Other technical results (Non-Life)	4650	-74,568	-1%	-49,293	-1%
XIII. Other technical results (Life)	4660	-5,703	0%	-10,654	0%
E) TECHNICAL RESULTS (A-B+/-C-D+/-XII+/-XIII)	4670	-282,518	-4%	-547,869	-9%
XIV. Income from operating investments (Non-Life)	4680	338,988	5%	313,284	5%
XV. Income from operating investments (Life)	4690	879,613	14%	909,984	16%
XVI. Expenses from operating investments (Non-Life)	4700	-61,690	-1%	-57,067	-1%
XVII. Expenses from operating investments (Life)	4710	-263,587	-4%	-165,415	-3%
XVIII. Unrealised capital gains and losses on investments (Life)	4720	21,852	0%	25,639	0%
F) TECHNICAL FINANCIAL RESULT (E+XIV+XV-XVI-XVII+XVIII)	4730	632,658	10%	478,556	8%
G) TECHNICAL RESULT (Non-Life)	4740	489,298	8%	350,390	6%
H) TECHNICAL RESULT (Life)	4750	143,360	2%	128,166	2%
XIX. Results from net assets investments	4760	44,624	1%	21,537	0%
XX. Translation results	4770	-8,200	0%	-1,911	0%
XXI. Results from subsidiaries and joint-ventures accounted for by the equity method	4780	6,519	0%	1,680	0%
XXII. Results from disposal or revaluation of non-operating assets available for sale and excluded from discontinued activities (net)	4790	0	0%	0	0%
XXIII. Other income	4800	47,267	1%	74,986	1%
XXIV. Other expenses	4810	-44,301	-1%	-72,166	-1%
XXV. Income from activities other than insurance	4820	488,810	8%	328,685	6%
XXVI. Expenses from activities other than insurance	4830	-429,996	-7%	-283,426	-5%
I) PROFIT/(LOSS) BEFORE TAXES FROM CONTINUED ACTIVITIES (F+/-XIX:XXVI)	4840	737,381	12%	547,941	9%
XXVII Corporate tax	4850	-221,503	-3%	-154,119	-3%
J) PROFIT/(LOSS) FROM CONTINUED ACTIVITIES (I+/-XXVII)	4860	515,878	8%	393,822	7%
XXVIII Result after taxes from discontinued activities	4870	0	0%	0	0%
K) PROFIT/(LOSS) FOR THE YEAR (J+/-XXVIII)	4880	515,878	8%	393,822	7%
XXIX. Minority interests	4890	-185,720	-3%	-144,006	-2%
= PROFIT/(LOSS) ATTRIBUTABLE TO HOLDERS OF EQUITY ISSUED BY THE CONTROLLING COMPANY	4900	330,158	5%	249,816	4%

VII. BREAKDOWN OF EARNED PREMIUMS BY BRANCH OF BUSINESS

NON-LIFE BRANCHES (*)		NON-CONSOLIDATED		CONSOLIDATED	
		Curr. Year	Prev. Year	Curr. Year	Prev. Year
General Insurance - Direct Insurance Spain	2100			2,573,013	2,494,652
Direct Insurance abroad	2115			1,886,052	1,594,478
Reinsurance	2120			706,177	666,970
Assistance	2125			263,461	221,909
TOTAL PREMIUMS FOR THE YEAR Non-Life (direct and accepted)	2130			5,428,703	4,978,009
TOTAL PREMIUMS FOR THE YEAR Non-Life (ceded and retroceded)	2140			-1,057,547	-1,039,099
TOTAL NET EARNED PREMIUMS Non-Life	2145			4,371,156	3,938,910
TOTAL PREMIUMS FOR THE YEAR Life (direct and accepted)	2150			2,032,892	1,995,254
TOTAL PREMIUMS FOR THE YEAR Life (ceded and retroceded)	2185			-68,194	-64,915
TOTAL NET EARNED PREMIUMS Life	2190			1,964,698	1,930,339
TOTAL NET EARNED PREMIUMS	2200			6,335,854	5,869,249
Spain	2205			4,058,424	3,927,656
Foreign Subsidiaries: EU.	2210			329,457	277,235
O.E.C.D.	2215			420,070	420,526
Other Countries	2220			1,527,902	1,243,832

Thousand euros

(*) Direct insurance and accepted reinsurance premiums earned are included in the breakdown of Non-Life branches.

VIII. AVERAGE NUMBER OF EMPLOYEES DURING THE PERIOD

		NON-CONSOLIDATED		CONSOLIDATED	
		Curr. Year	Prev. Year	Curr. Year	Prev. Year
TOTAL PERSONS EMPLOYED	3000	34	34	20,493	18,317

IX. BUSINESS DEVELOPMENT

♦ OPERATING REVENUES AND FUNDS UNDER MANAGEMENT

Direct insurance and accepted reinsurance premiums written by the subsidiaries of the Company were €7,900.1 million in 2006, an 8.8% increase. Total operating revenues reached €10,212.7 million, including €349.6 million of new gross contributions to pension funds. The breakdown of these revenues by business line is shown in the following table:

	2006	2005	% Var. 06/05
Companies operating primarily in Spain	6,151.8	5,884.9	4.5%
- Gross written and accepted premiums	4,689.6	4,508.6	4.0%
- Income from investments	1,071.1	1,110.8	-3.6%
- Other income	391.1	265.5	47.3%
Companies operating primarily abroad	3,715.3	3,178.3	16.9%
- Gross written and accepted premiums	3,210.5	2,751.7	16.7%
- Income from investments	364.5	297.2	22.6%
- Other income	140.3	129.4	8.4%
Holding company (non-consolidated)	167.8	241.6	-30.5%
CUMULATIVE REVENUES SUBTOTAL	10,034.9	9,304.8	7.8%
Consolidation adjustments and other companies	-171.8	-256.2	-32.9%
CONSOLIDATED REVENUES SUBTOTAL	9,863.1	9,048.6	9.0%
Gross contributions to pension funds	349.6	295.7	18.2%
TOTAL REVENUES FROM OPERATIONS	10,212.7	9,344.3	9.3%

Figures in million euros

In 2006, total cumulative and total consolidated revenues grew 7.8% and 9% over the previous year, respectively,. This development was characterised by the following factors:

- Organic growth in premiums volumes across most subsidiaries, which was particularly significant outside of Spain.
- The rise in interest rates, which reduced financial income through shadow accounting adjustments.
- The appreciation of the Euro against the US dollar and Latin American currencies, which reduced the amount of revenues coming from Latin America.

The following table shows the evolution of funds under management in Life insurance and Savings products:

	2006	2005	% Var. 06/05
Life insurance technical reserves	14,834.4	14,867.7	-0.2%
Pension funds	1,493.2	1,287.4	16.0%
Mutual funds	3,777.3	3,097.1	22.0%
TOTAL	20,104.9	19,252.2	4.4%

Figures in million euros

The variation in funds under management obtained in 2006 (4.4%) reflects primarily the following factors:

- An increase in the recurring winning of Life – Savings products;
- Growth rates above the market average in the volume of assets managed in Mutual and Pension Funds.

The reduction in the market value of investments due to the abovementioned rise in interest rates over the previous year translated into a €334.3 million downwards adjustment in Life insurance technical reserves.

Spain

Direct insurance and accepted reinsurance premiums written by the companies that operate primarily in Spain reached €4,689.6 million, to which €349.6 million of new gross contributions to pension funds must be added, with the following breakdown:

	2006	2005	% Var. 06/05
LIFE INSURANCE OPERATING UNIT	1,891.8	1,915.3	-1.2%
GENERAL INSURANCE OPERATING UNIT	1,182.8	1,140.2	3.7%
COMMERCIAL INSURANCE OPERATING UNIT	1,233.2	1,101.5	12.0%
MAPFRE CAJA SALUD	388.0	353.3	9.8%
Consolidation adjustments	-6.2	-1.7	---
TOTAL PREMIUMS	4,689.6	4,508.6	4.0%
Gross contributions to pension funds	349.6	295.7	18.2%

Figures in million euros

The decrease in the volume of premiums of the LIFE INSURANCE OPERATING UNIT is due to the absence of non-recurring operations arising from the externalisation of corporate pension commitments (amounting to €148.6 million in 2005). Excluding these, premiums volumes grew 7.1%, thanks to a 6.6% increase in Life – Savings premiums and sustained growth in retail Life – Protection products. The revenues of the stockbroking and mutual and pension funds management subsidiaries grouped under MAPFRE INVERSIÓN reached €110.2 million, a 19.4% increase over the previous year, thanks to growth above the market average in funds under management.

Premium growth in the GENERAL INSURANCE OPERATING UNIT reflects the transfer of its subsidiary MAPFRE GUANARTEME'S industrial risks portfolio to MAPFRE EMPRESAS. Excluding this, the increase in its business volume stood at 7.1%, as a result of a 9.9% rise in the General Insurance and Burial lines, and a 10.4% decrease in the Motor Insurance business (Canary Islands) which will be transferred to MAPFRE AUTOMÓVILES under the new structure. In 2006, there were over 2.25 million homes insured and more than 4.4 million outstanding policies.

The business volume of the COMMERCIAL INSURANCE OPERATING UNIT includes the premiums coming from the abovementioned integration of MAPFRE GUANARTEME'S industrial risks portfolio. Excluding this, its

premiums grew 8.7% in the year, in spite of a market environment characterised by strong competition. The following increases were recorded: 7.2% in the Industrial business in Spain, reflecting the winning of new clients; 10.9% in the "global risk" business, thanks to significant growth abroad; and 5.3% in the Credit and Surety business, on the back of sustained growth in Latin America.

Lastly, MAPFRE CAJA SALUD, which operates in a highly specialised business line, recorded a 9.8% increase in its premiums, which came primarily from the Health Assistance (retail business) and Expense Reimbursement lines, which grew 8.3% and 13.3%, respectively.

The following table shows a breakdown of written and accepted premiums by line of business in 2005 and 2006, together with the corresponding market shares (provisional in the case of 2006):

	2006	2005	% Var. 06/05	Market shares	
				2006	2005
Motor	129.0	143.9	-10.4%	1.0%	1.2%
Health	388.0	353.3	9.8%	7.8%	7.9%
Other - Non-Life	2,281.5	2,090.1	9.2%	16.6%	16.8%
Consolidation adjustments	-6.2	-1.7			
TOTAL NON-LIFE	2,792.3	2,585.6	8.0%	8.8%	8.9%
Life Risk	274.9	252.2	9.0%		
Life Savings	1,622.4	1,522.2	6.6%		
Life Externalisations	0.0	148.6	---		
Consolidation adjustments	--	--			
TOTAL LIFE	1,897.3	1,923.0	-1.3%	8.4%	9.0%
TOTAL	4,689.6	4,508.6	4.0%	8.6%	9.0%

Figures in million euros

The breakdown of premiums written through the agents channel and the CAJA MADRID bank channel was as follows:

	AGENTS CHANNEL			CAJA MADRID BANK CHANNEL			TOTAL		
	2006	2005	Var. %	2006	2005	Var. %	2006	2005	Var. %
LIFE	1,061.7	1,073.0	-1.1%	830.1	842.3	-1.4%	1,891.8	1,915.3	-1.2%
GENERAL INSURANCE	1,047.5	1,033.3	1.4%	135.3	106.9	26.6%	1,182.8	1,140.2	3.7%
COMMERCIAL INSURANCE	1,205.7	1,076.7	12.0%	27.5	24.8	10.9%	1,233.2	1,101.5	12.0%
HEALTH	367.0	335.0	9.6%	21.0	18.3	14.8%	388.0	353.3	9.8%
Consolidation adjustments							-6.2	-1.7	—
TOTAL	3,681.9	3,518.0	4.7%	1,013.9	992.3	2.2%	4,689.6	4,508.6	4.0%

Figures in million euros

Total income from investments for the companies that operate primarily in Spain decreased 3.6% to €1,071.1 million (vs. €1,110.8 million in 2005). Of these, €965.6 million came from interests, dividends and equivalents, against €986.5 million in 2005.

Total income from business lines other than insurance reached €416 million, a 41.1% increase over the previous year. Its breakdown is shown in the following table:

	2006	2005	% Var. 06/05
MAPFRE INVERSIÓN and subsidiaries	110.2	92.3	19.4%
MAPFRE INMUEBLES	118.3	37.4	---
MAPFRE QUAVITAE	103.6	85.0	21.9%
Other entities	83.9	80.2	4.6%
TOTAL	416.0	294.9	41.1%

Figures in million euros

International

Premiums written and accepted by the Units and Companies that operate primarily abroad evolved as follows:

	2006	2005	% Var. 06/05
MAPFRE AMERICA	2,031.9	1,655.0	22.8%
- Argentina	266.2	195.2	36.4%
- Brazil ⁽¹⁾	621.9	434.6	43.1%
- Chile	107.7	133.6	-19.4%
- Colombia	62.9	55.2	13.9%
- El Salvador	32.0	28.4	12.7%
- Mexico	310.9	250.8	24.0%
- Paraguay	9.1	8.6	5.8%
- Peru	31.2	27.1	15.1%
- Puerto Rico	270.9	254.3	6.5%
- Dominican Republic	10.8	1.8	—
- Uruguay	11.7	10.0	17.0%
- Venezuela	296.6	255.4	16.1%
MAPFRE INTERNACIONAL	34.7	12.9	169.0%
- MAPFRE INSULAR	18.5	12.9	43.4%
- MAPFRE U.S.A.	16.2	—	—
SUBTOTAL DIRECT INSURANCE	2,066.6	1,667.9	23.9%
ACCEPTED REINSURANCE	1,437.7	1,337.4	7.5%
ASSISTANCE	296.3	254.5	16.4%
TOTAL CUMULATIVE PREMIUMS	3,800.6	3,259.8	16.6%
Intra-group transactions eliminated upon consolidation	-590.1	-508.1	16.1%
TOTAL CONSOLIDATED PREMIUMS	3,210.5	2,751.7	16.7%

Figures in million euros

(1) Figures at the close of 2006 include premiums from MAPFRE NOSSA CAIXA amounting to €73.3 million (€11.5 million in 2005).

The breakdown by business line of premiums written by the Direct Insurance companies that operate abroad is shown in the following table:

	2006	2005	% Var. 06/05
Motor	886.2	749.4	18.3%
Health and accidents	338.8	263.1	28.8%
Other lines of business	841.6	655.4	28.4%
TOTAL	2,066.6	1,667.9	23.9%

Figures in million euros

MAPFRE AMÉRICA reached a volume of premiums of €2,031.9 million, a 22.8% increase over the previous year. It is worth noting the growth achieved by the subsidiaries operating in Brazil, Argentina and Mexico.

MAPFRE is the leading Non-Life insurance group in Latin America, where it ranked first in 2005 with a share of approximately 6.1% of the premiums of the countries and territories in which it operates. The following table shows the Non-Life direct insurance market shares in the various countries:

	MARKET SHARES ⁽¹⁾
Argentina	8.0%
Brazil	5.4%
Chile	12.3%
Colombia	4.2%
El Salvador	13.0%
Mexico	3.7%
Paraguay ⁽²⁾	13.3%
Peru	6.4%
Puerto Rico	12.4%
Uruguay	5.1%
Venezuela	9.6%

(1) Figures as per the latest data available for each market.

(2) Total market share (Life + Non-Life).

In the accepted reinsurance business, MAPFRE RE and its subsidiaries recorded a consolidated volume of premiums of €1,437.7 million (€1,337.4 million in 2005), a 7.5% increase. Retained premiums were €984.3 million, equivalent to a 68.5% retention rate (68.3% in 2005). By geographical areas, 41% of accepted premiums came from Spain, 25% from the rest of Europe, 22% from Latin America, 4% from North America and the remaining 8% from other countries. In fiscal year 2006, the North American operations were reorganised, transferring to parent company MAPFRE RE the business and Canadian branch of its subsidiary MAPFRE REINSURANCE CORPORATION.

The total revenues (premiums and revenues from the sale of services) of MAPFRE ASISTENCIA and its subsidiaries reached €421.4 million, a 15.9% increase over the previous year. Their breakdown by geographical areas was as follows: Spain, 14%; Latin America, 26%; other European countries, 43%; North America, 13%; and 4% from other areas.

Lastly, MAPFRE INTERNACIONAL recorded a consolidated volume of premiums of €34.7 million. Its subsidiaries evolved as follows:

- MAPFRE USA, which operates in Florida, wrote premiums of €16.2 million.
- MAPFRE INSULAR (The Philippines) grew 43.4% in euros (35.1% in local currency).

The total income from investments for the companies that operate primarily outside of Spain grew 22.6% to €364.5 million. (vs. €297.2 million in 2005). Of these, €251.7 million came from interests, dividends and equivalents, against €218.5 million in 2005.

♦ MANAGEMENT RATIOS

The consolidated Non-Life combined ratio was 95.1%, against 97.6% the previous year. This ratio improved in virtually all Units and Companies, and especially in MAPFRE RE, reflecting the limited incidence of insured natural catastrophe claims. The evolution of the main management ratios is shown in the following table:

COMPANY	RATIOS					
	EXPENSE RATIO ⁽¹⁾		LOSS RATIO ⁽²⁾		COMBINED RATIO ⁽³⁾	
	2006	2005	2006	2005	2006	2005
Companies operating primarily in Spain						
GENERAL INSURANCE OP. UNIT	27.7%	27.3%	62.8%	64.7%	90.5%	92.0%
COMMERCIAL INSURANCE OP. UNIT ⁽⁴⁾	20.3%	12.1%	65.7%	78.0%	86.0%	90.1%
MAPFRE CAJA SALUD	16.6%	15.7%	78.1%	81.2%	94.7%	96.9%
MAPFRE-CAJA MADRID HOLDING	23.6%	21.1%	66.5%	71.2%	90.1%	92.3%
Companies operating primarily abroad						
MAPFRE AMERICA	36.4%	34.8%	66.6%	68.2%	103.0%	103.0%
MAPFRE RE	34.8%	32.1%	57.6%	67.6%	92.3%	99.7%
MAPFRE ASISTENCIA	22.9%	25.3%	70.8%	71.4%	93.7%	96.7%
LIFE INSURANCE OP. UNIT ⁽⁵⁾	0.9%	0.9%				
MAPFRE S.A. Consolidated	30.1%	28.1%	65.0%	69.5%	95.1%	97.6%

(1) (Operating expenses, net of reinsurance + profit sharing and returns – other technical income + other technical expenses) / Net premiums earned. Figures for the Non-Life business. In 2006, figures include the reserves appropriated for early retirements, which added 0.4 percentage points to MAPFRE S.A.'s expense ratio

(2) (Net claims incurred + variation of other technical reserves)/Net premiums earned. Figures for the Non-Life business

(3) Combined ratio = Expense ratio + Loss ratio. Figures for the Non-Life business

(4) Given the importance of services activities for MAPFRE CAUCIÓN y CRÉDITO, the net income from other activities is added to the numerator of the expense ratio of this subsidiary

(5) Net operating expenses/average third-party funds under management

◆ **RESULTS**

The consolidated profit after tax was €515.9 million (€393.8 million in 2005), a 31% increase. The net consolidated profit after tax and minority shareholders reached €330.2 million, a 32.2% increase.

In general terms, most Units and Subsidiaries increased considerably their profits over fiscal year 2005. Among them, the growth achieved by MAPFRE RE, MAPFRE SEGUROS GENERALES and MAPFRE CAJA SALUD stands out. The following table shows the sources and breakdown of results:

	2006	2005	% Var. 06/05
INSURANCE ACTIVITIES	677.1	523.7	29.3%
Companies operating primarily in Spain	445.6	364.3	22.3%
Companies operating primarily abroad	231.5	159.4	45.2%
OTHER ACTIVITIES	63.7	41.0	55.4%
Holding & other companies and consolidation adjustments	-3.4	-16.8	-79.8%
Profit before tax and minority shareholders	737.4	547.9	34.6%
Taxes	-221.5	-154.1	43.7%
Profit after tax	515.9	393.8	31.0%
Result attributable to minority shareholders	-185.7	-144.0	29.0%
Profit after tax and minority shareholders	330.2	249.8	32.2%

Figures in million euros

The development of the results of the main Units and Companies with respect to the previous year is shown in the following table:

	Before tax and minority shareholders		After tax and minority shareholders	
	2006	2005	2006	2005
INSURANCE ACTIVITIES				
<u>Companies operating primarily in Spain</u>				
LIFE INSURANCE OPERATING UNIT	142.3	133.1	96.5	88.8
GENERAL INSURANCE OPERATING UNIT	161.3	111.6	106.0	69.7
COMMERCIAL INSURANCE OPERATING UNIT	115.5	103.9	78.7	71.4
MAPFRE CAJA SALUD	26.5	15.7	16.5	9.9
<u>Companies operating primarily abroad</u>				
MAPFRE AMÉRICA	101.4	91.6	83.8	105.7
MAPFRE RE	115.8	54.4	77.2	32.3
ASSISTANCE INSURANCE OPERATING UNIT	14.3	13.4	10.0	9.5
OTHER ACTIVITIES				
LIFE INSURANCE OP. UNIT (MAPFRE INVERSIÓN)	50.4	39.2	32.4	25.4
MAPFRE INMUEBLES	12.9	2.8	8.3	2.4
MAPFRE QUAVITAE	0.4	-1.0	0.1	-1.2
COMPANIES WITH A MINORITY SHAREHOLDING⁽¹⁾				
GESMADRID	5.5	5.7	3.6	3.7
CAJA MADRID PENSIONES	3.0	2.3	2.0	1.5
CAJA MADRID BOLSA	5.7	2.7	3.8	1.8

Figures in million euros

(1) Figures adjusted for the percentage of ownership

The income arising from the use of negative taxable amounts from previous years for MAPFRE AMERICA amounted to €4.4 million, against €30.6 million in 2005. Excluding these items, its net result would have grown 5.7%

In this fiscal year and in the previous one a series of transfers of shareholdings and portfolios among several companies was carried out within the framework of the Group's corporate reorganisation process. This generated increases and decreases in the results of the Units that were affected, which were eliminated upon consolidation. The following table compares the increases recorded by the various Units in their accounting profits for 2006 with those they would have recorded excluding the results arising from the transfers referred to above:

	Increase / (decrease) in net result	
	Contable	Adjusted by transfers
COMMERCIAL INSURANCE OP. UNIT	10.2%	44.4%
GENERAL INSURANCE OP. UNIT	52.1%	39.1%
MAPFRE RE	139.0%	88.8%
MAPFRE-CAJA MADRID HOLDING and other	25.2%	26.8%

Figures in million euros

The contribution of the various Units and Companies to the net consolidated profit breaks down as follows:

	Net Result	Minority interests	Consolidation adjustments	Contribution to consolidated result 2006	% over total	Contribution to consolidated result 2005	% over total
INSURANCE ACTIVITIES							
LIFE AND SAVINGS	128.9	-63.2		65.7	19.9%	58.1	23.2%
GENERAL INSURANCE	106.0	-51.9		54.1	16.4%	39.2	15.7%
COMMERCIAL INSURANCE	78.7	-38.6		40.1	12.2%	27.7	11.1%
MAPFRE CAJA SALUD	16.5	-8.1		8.4	2.5%	4.9	2.0%
Individual result and consolidation adjustments				-1.3	-0.4%	3.6	1.4%
MAPFRE-CAJA MADRID HOLDING				167.1	50.6%	133.5	53.4%
OTHER ACTIVITIES							
MAPFRE INMUEBLES	8.3			8.3	2.5%	2.4	1.0%
MAPFRE QUAVITAE	0.1			0.1	0.04%	-0.5	-0.2%
COMPANIES OPERATING MAINLY IN SPAIN				176.5	53.1%	135.4	54.2%
MAPFRE AMÉRICA	83.8	-10.5		73.3	22.2%	92.4	37.0%
MAPFRE RE	77.2	-9.3		67.9	20.6%	35.9	14.4%
ASSISTANCE OPERATING UNIT	10.0			10.0	3.0%	9.5	3.8%
MAPFRE INTERNACIONAL ⁽¹⁾	3.0			3.0	0.9%	0.8	0.3%
COMPANIES OPERATING MAINLY ABROAD				154.2	46.7%	138.6	55.5%
Other companies and consolidation adjustments				0.5	0.2%	-24.1	-9.7%
MAPFRE, S.A. (Consolidated)				330.2	100%	249.8	100%

(1) The figures for 2005 correspond to MAPFRE INSULAR. Figures for 2006 correspond to MAPFRE USA and MAPFRE INSULAR.

◆ INVESTMENTS AND LIQUID ASSETS

The book value of investments and liquid assets as of 31 December 2006 was €22,512.9 million, a 3.2% increase over the previous year. The following table shows its breakdown and percentage distribution:

	2006	% over total	2005	% over total
Risk-free investments	1,088.3	4.8%	1,264.4	5.8%
- Cash	832.5	3.7%	964.7	4.4%
- Unit-linked investments	255.8	1.1%	299.7	1.4%
Real Estate Investments	881.7	3.9%	722.8	3.3%
- Buildings for own use	428.0	1.9%	377.7	1.7%
- Other Real Estate investments	453.7	2.0%	345.1	1.6%
Financial investments	20,266.0	90.0%	19,585.8	89.8%
- Shares	747.0	3.3%	448.5	2.1%
- Fixed income	18,138.0	80.6%	17,850.8	81.9%
- Mutual funds	1,037.2	4.6%	905.3	4.2%
- Other financial investments	343.8	1.5%	381.2	1.7%
Other investments	276.9	1.2%	235.0	1.1%
- Investments in associated companies	125.2	0.6%	104.4	0.5%
- Accepted reinsurance deposits	104.8	0.5%	97.9	0.4%
- Other investments	46.9	0.2%	32.7	0.1%
TOTAL	22,512.9	100.0%	21,808.0	100.0%

The value of real estate investments shown in the previous table does not include unrealised gains, which amounted to €434.8 million at the close of the year according to valuations performed by independent surveyors.

◆ SHAREHOLDERS' EQUITY AND RETURNS

The net consolidated equity reached €3,411.7 million, against €3,161.3 million at the close of 2005. Its year-on-year variation sums up the positive impact of the profits earned by the Units and the negative impact of the decrease in the value of unrealised gains in investments and the adjustments for translation differences. Of said amount, €1,071.7 million corresponded to minority shareholdings in subsidiaries. Consolidated shareholders' equity per share was €1.96 at the close of 2006 (€1.83 as the close of 2005).

The return on equity (ROE), defined as the net consolidated profit after tax and minorities as a percentage of average shareholders' equity, was 14.6%, against 12.4% the previous year. The following table shows the ROE of the main Units and Companies:

	2006			2005
	Average equity	Profit	ROE % ⁽¹⁾	ROE % ⁽¹⁾
LIFE INSURANCE OP. UNIT	628.4	128.9	20.5%	19.8%
GENERAL INSURANCE OP. UNIT	330.8	106.0	32.0%	23.2%
COMMERCIAL INSURANCE OP. UNIT	292.2	78.7	26.8%	24.7%
MAPFRE CAJA SALUD	114.2	16.5	14.4%	9.8%
MAPFRE INMUEBLES	118.7	8.3	7.0%	3.5%
MAPFRE AMÉRICA	799.8	83.8	10.5%	15.9%
MAPFRE RE	634.9	77.2	12.2%	5.6%
MAPFRE ASISTENCIA	93.5	10.0	10.7%	12.2%
MAPFRE S.A. (consolidated)	2,261.8	330.2	14.6%	12.4%

Figures in million euros

(1) Net result after taxes and minority interests/average shareholders' equity excluding minority interests.

As approved by the General Shareholders' Meeting, the 5-for-1 share split became effective on 28th October. As a consequence, the nominal value of each share was set at €0.1, against €0.5 previously, while the number of shares in issue changed from 238,900,706 to 1,194,503,530.

PRO FORMA RESULTS OF THE MAPFRE GROUP

The Consolidated Annual Accounts of MAPFRE S.A. for fiscal years 2005 and 2006 were prepared on the basis of their respective scopes of consolidation at the close of those years, which obviously do not include the assets and businesses received by the Company in the capital increase executed through a public deed on 19th January 2007, which were included in the scope of consolidation of MAPFRE MUTUALIDAD and of CARTERA MAPFRE S.L., respectively.

In order to provide a comprehensive set of information to the users of this Report, pro forma data are shown hereinafter for the key figures and consolidated results that MAPFRE S.A. would have recorded in fiscal years 2005 and 2006 if the aforementioned assets and businesses had been included into its scopes of consolidation ('Pro forma results of the MAPFRE Group').

This information, which is provided solely for comparative purposes, was prepared by the Company on the basis of the figures contained in its own Audited Annual Accounts and in those of the other companies whose results are included in the pro forma results of the MAPFRE Group.

♦ OPERATING REVENUES AND FUNDS UNDER MANAGEMENT

Direct insurance and accepted reinsurance premiums written by the MAPFRE Group were €10,932.7 million in 2006, an 8.1% increase. Total operating revenues reached €13,583.3 million, including €349.6 million of new gross contributions to pension funds. The breakdown of these revenues by business line is shown in the following table:

	2006	2005	% Var. 06/05
Companies operating primarily in Spain	9,057.7	8,702.9	4.1%
- Gross written and accepted premiums	7,152.2	6,961.8	2.7%
- Income from investments	1,282.7	1,275.1	0.6%
- Other income	622.8	466.1	33.6%
Companies operating primarily abroad	4,350.8	3,619.1	20.2%
- Gross written and accepted premiums	3,780.5	3,148.4	20.1%
- Income from investments	423.8	335.0	26.5%
- Other income	146.4	135.8	7.8%
Holding company (non-consolidated)	167.8	241.6	-30.5%
CUMULATIVE REVENUES SUBTOTAL	13,576.3	12,563.6	8.1%
Consolidation adjustments and other companies	-342.5	-385.3	-11.1%
CONSOLIDATED REVENUES SUBTOTAL	13,233.8	12,178.4	8.7%
Gross contributions to pension funds	349.6	295.7	18.2%
TOTAL REVENUES FROM OPERATIONS	13,583.4	12,474.1	8.9%

Figures in million euros

The following table shows the evolution of funds under management in Life insurance and Savings products:

	2006	2005	% Var. 06/05
Life insurance technical reserves	15,265.8	15,200.4	0.4%
Pension funds	1,493.2	1,287.4	16.0%
Mutual funds	3,777.3	3,097.1	22.0%
TOTAL	20,536.3	19,584.9	4.9%

Figures in million euros

Spain

Direct insurance and accepted reinsurance premiums written by the companies that operate primarily in Spain reached €7,152.2 million, to which €349.6 million of new gross contributions to pension funds must be added, with the following breakdown:

	2006	2005	% Var. 06/05
MAPFRE AUTOMÓVILES pro forma	2,344.3	2,288.6	2.4%
LIFE INSURANCE OP. UNIT	1,891.8	1,915.3	-1.2%
GENERAL INSURANCE OP. UNIT	1,182.8	1,140.2	3.7%
COMMERCIAL INSURANCE OP. UNIT	1,233.2	1,101.5	12.0%
MAPFRE CAJA SALUD	388.0	353.3	9.8%
MAPFRE AGROPECUARIA	229.3	242.4	-5.4%
Consolidation adjustments	-117.2	-79.5	47.4%
TOTAL PREMIUMS	7,152.2	6,961.8	2.7%
Gross contributions to pension plans	349.6	295.7	18.2%
TOTAL	7,501.8	7,257.5	3.4%

Figures in million euros

In general terms, all units recorded a satisfactory development in their premiums figures, taking into account that fiscal year 2006 was characterised by an intense price competition, that was especially strong in the Motor Insurance business, in which MAPFRE focussed its efforts on winning and keeping customers with a low claims track record, who benefit from high bonuses. The total number of vehicles insured by MAPFRE at the close of the year was 5,728,800, against 5,698,000 in 2005.

MAPFRE AGROPECUARIA increased its share in the Combined Agricultural Insurance pool to 22.5% (19.3% in 2005). The decrease in its volume of business reflects the issuance in advance during the 2005 of the premiums for the year 2006 fruit crops campaign. Excluding this event, it would have grown in excess of 9%.

The following table shows a breakdown of written and accepted premiums by line of business in 2005 and 2006, together with the corresponding market shares (provisional in the case of 2006):

	2006	2005	% Var. 06/05	Market shares	
				2006	2005
Motor	2,493.2	2,450.5	1.7%	20.3%	21.0%
Health	388.0	353.3	9.8%	7.8%	7.9%
Other - Non-Life	2,490.9	2,314.5	7.6%	18.0%	18.3%
Consolidation adjustments	-117.2	-79.5			
TOTAL NON-LIFE	5,254.9	5,038.8	4.3%	17.3%	17.8%
Life Risk	274.9	252.2	9.0%		
Life Savings	1,622.4	1,522.2	6.6%		
Life Externalisations	0.0	148.6	---		
TOTAL LIFE	1,897.3	1,923.0	-1.3%	8.4%	9.0%
Intra-group transactions eliminated upon consolidation	---	---			
TOTAL	7,152.2	6,961.8	2.7%	13.5%	14.2%

Figures in million euros

In the breakdown by distribution channel, the volume of premiums issued through the agents channel and the CAJA MADRID bank channel stood at €6,105.8 million and €1,046.4 million respectively (€5,942.4 million and €1,019.4 million in 2005).

International

Premiums written and accepted by the Units and Companies that operate primarily abroad evolved as follows:

	2006	2005	% Var. 06/05
AMÉRICA OP. UNIT	2,461.7	1,945.3	26.5%
- Argentina	275.7	202.5	36.1%
- Brazil	959.6	650.9	47.4%
- Chile	119.7	143.6	-16.6%
- Colombia	104.7	86.6	20.9%
- El Salvador	32.0	28.4	12.7%
- México	310.9	250.8	24.0%
- Paraguay	9.1	8.6	5.8%
- Perú	60.0	52.4	14.5%
- Puerto Rico	270.9	254.3	6.5%
- Dominican Republic	10.8	1.8	---
- Uruguay	11.7	10.0	17.0%
- Venezuela	296.6	255.4	16.1%
OTHER COUNTRIES	133.2	127.2	4.7%
- MAPFRE INSULAR	18.5	12.9	43.4%
- MAPFRE U.S.A.	16.2	18.0	---
- MAPFRE SEGUROS GERAIS	98.5	96.3	2.3%
SUBTOTAL DIRECT INSURANCE	2,594.9	2,072.5	25.2%
ACCEPTED REINSURANCE	1,437.7	1,337.4	7.5%
ASSISTANCE	296.3	254.5	16.4%
TOTAL CUMULATIVE PREMIUMS	4,328.9	3,664.4	18.1%
Intra-group transactions eliminated upon consolidation	-548.4	-516.0	6.3%
TOTAL CONSOLIDATED PREMIUMS	3,780.5	3,148.4	20.1%

Figures in million euros

It is worth noting the growth achieved in the premiums volume in the Americas, in spite of a 10% appreciation of the Euro against the U.S. dollar, which was helped by the expansion of the own distribution network. By country, Brazil, which in 2006 includes MAPFRE NOSSA CAIXA's business, and Argentina, which opened 85 own branches, stand out.

◆ MANAGEMENT RATIOS

The consolidated Non-Life combined ratio was 93.9%, against 95.6% the previous year. This ratio improved in virtually all Units and Companies, and especially in MAPFRE RE, reflecting the limited incidence of insured natural catastrophe claims. The evolution of the main management ratios is shown in the following table:

COMPANY	RATIOS					
	EXPENSE RATIO ⁽¹⁾		LOSS RATIO ⁽²⁾		COMBINED RATIO ⁽³⁾	
	2006	2005	2006	2005	2006	2005
Companies operating primarily in Spain						
MAPFRE AUTOMÓVILES pro forma	14.4%	12.2%	76.9%	78.1%	91.2%	90.3%
GENERAL INSURANCE OP. UNIT	27.7%	27.3%	62.8%	64.7%	90.5%	92.0%
COMMERCIAL INSURANCE OP. UNIT ⁽⁴⁾	20.3%	12.1%	65.7%	78.0%	86.0%	90.1%
MAPFRE CAJA SALUD	16.6%	15.7%	78.1%	81.2%	94.7%	96.9%
MAPFRE AGROPECUARIA	21.7%	19.1%	67.3%	74.7%	89.0%	93.8%
LIFE INSURANCE OP. UNIT ⁽⁵⁾	0.9%	0.9%				
Companies operating primarily abroad						
MAPFRE AMERICA	36.4%	34.8%	66.6%	68.2%	103.0%	103.0%
MAPFRE RE	34.8%	32.1%	57.6%	67.6%	92.3%	99.7%
MAPFRE ASISTENCIA	22.9%	25.3%	70.8%	71.4%	93.7%	96.7%
MAPFRE SEGUROS GERAIS	26.0%	30.7%	77.3%	65.2%	103.3%	95.9%
MAPFRE S.A. pro forma consolidated	24.9%	22.1%	69.0%	73.5%	93.9%	95.6%

⁽¹⁾ (Operating expenses, net of reinsurance + profit sharing and returns – other technical income + other technical expenses) / Net premiums earned. Figures for the Non-Life business. In 2006, figures include the reserves appropriated for early retirements, which added 0.7 percentage points to MAPFRE S.A.'s pro forma expense ratio

⁽²⁾ (Net claims incurred + variation of other technical reserves)/Net premiums earned. Figures for the Non-Life business

⁽³⁾ Combined ratio = Expense ratio + Loss ratio. Figures for the Non-Life business

⁽⁴⁾ Given the importance of services activities for MAPFRE CAUCIÓN y CRÉDITO, the net income from other activities is added to the numerator of the expense ratio of this subsidiary

⁽⁵⁾ Net operating expenses/average third-party funds under management

◆ RESULTS

The following table shows the pro forma income statement of the MAPFRE Group⁽¹⁾:

	2006	2005	% Var.
NON-LIFE INSURANCE AND REINSURANCE			
Gross written and accepted premiums	8,452.2	7,801.1	8.3%
Premiums earned, net of ceded and retroceded reinsurance	6,989.4	6,409.1	9.1%
Net claims incurred and variation in other technical provisions	-4,825.6	-4,712.5	2.4%
Operating expenses, net of reinsurance	-1,601.7	-1,349.8	18.7%
Other technical income and expenses	-136.4	-64.7	110.8%
Technical result	425.7	282.1	50.9%
Net financial income and other non-technical income and expenses	493.8	401.8	22.9%
Result of Non-life business	919.5	683.9	34.4%
LIFE ASSURANCE AND REINSURANCE			
Gross written and accepted premiums	2,480.5	2,309.0	7.4%
Premiums earned, net of ceded and retroceded reinsurance	2,353.8	2,176.1	8.2%
Net claims incurred and variation in other technical provisions	-2,500.6	-2,558.2	-2.3%
Operating expenses, net of reinsurance	-353.2	-269.2	31.2%
Other technical income and expenses	-4.6	-9.7	-52.6%
Technical result	-504.6	-661.0	-23.7%
Net financial income and other non-technical income	654.1	763.7	-14.4%
Unrealised gains and losses in Unit Linked products	21.8	25.6	-14.8%
Result of Life business	171.3	128.3	33.5%
OTHER BUSINESS ACTIVITIES			
Operating income	480.3	406.4	18.2%
Operating expenses	-413.3	-355.5	16.3%
Other income and expenses	-1.7	8.9	—
Results from other business activities	65.3	59.8	9.2%
Result before tax and minority shareholders	1,156.1	872.0	32.6%
Taxes	-355.5	-273.7	29.9%
Result after tax	800.6	598.3	33.8%
Result attributable to minority shareholders	-190.4	-140.0	36.0%
Result after tax and minority shareholders	610.2	458.3	33.1%
Non-life loss ratio ⁽²⁾	69.0%	73.5%	
Non-life expense ratio ⁽²⁾⁽³⁾	24.9%	22.1%	
Non-life combined ratio ⁽²⁾	93.9%	95.6%	

Figures in million euros

- 1) Unlike the pro forma 2005 figures published in June 2006, those shown herein include the items corresponding to the reinsurance accepted by MAPFRE MUTUALIDAD.
- 2) Ratios calculated over net premiums earned.
- 3) Includes the appropriation of reserves for early retirements, which added 0.7 percentage points to the expense ratio.

The consolidated profit after tax was €800.6 million (€598.3 million in 2005), a 33.8% increase. The net consolidated profit after tax and minority shareholders reached €610.2 million, a 33.1% increase.

The development of the results of the main Units and Companies with respect to the previous year is shown in the following table:

	Before tax and minority		After tax and minority	
	2006	2005	2006	2005
INSURANCE ACTIVITIES				
<u>Companies operating primarily in Spain</u>				
MAPFRE AUTOMÓVILES pro forma	375.6	353.7	252.8	238.3
LIFE INSURANCE OPERATING UNIT	142.3	133.1	96.5	88.8
GENERAL INSURANCE OPERATING UNIT	161.3	111.6	106.0	69.7
COMMERCIAL INSURANCE OPERATING UNIT	115.5	103.9	78.7	71.4
MAPFRE CAJA SALUD	26.5	15.7	16.5	9.9
MAPFRE AGROPECUARIA	34.1	13.1	21.4	8.8
<u>Companies operating primarily abroad</u>				
AMÉRICA OP. UNIT	101.4	91.6	83.8	105.7
MAPFRE RE	115.8	54.4	77.2	32.3
ASSISTANCE INSURANCE OPERATING UNIT	14.3	13.4	10.0	9.5
MAPFRE SEGUROS GERAIS	6.6	6.3	4.8	4.4
MAPFRE INSULAR	2.1	3.1	1.8	2.9
OTHER ACTIVITIES				
MAPFRE INMUEBLES	12.9	2.8	8.3	2.4
LIFE INSURANCE OP.UNIT (MAPFRE INVERSIÓN)	50.4	39.2	32.4	25.4
MAPFRE QUAVITAE	0.4	-1.0	0.1	-1.2
COMPANIES WITH A MINORITY SHAREHOLDING⁽¹⁾				
GESMADRID	5.5	5.7	3.6	3.7
CAJA MADRID PENSIONES	3.0	2.3	2.0	1.5
CAJA MADRID BOLSA	5.7	2.7	3.8	1.8
BANCO S.F. CAJA MADRID-MAPFRE	6.7	9.5	2.0	5.9

Figures in million euros

⁽¹⁾ Results adjusted for the percentage of ownership.

◆ BALANCE SHEET

The consolidated pro forma balance sheet is shown in the following table:

	2006	2005	% 06/05
ASSETS			
Goodwill	603.9	591.2	2.1%
Fixed assets	1,144.9	1,051.9	8.8%
Investments	24,134.7	22,944.7	5.2%
Participation of reinsurance in technical reserves	1,804.4	1,647.8	---
Other assets	6,029.9	5,931.3	1.7%
TOTAL ASSETS	33,717.8	32,166.9	4.8%
LIABILITIES			
Shareholders' equity	4,026.4	3,534.6	13.9%
Minority interests	1,027.8	931.9	10.3%
Debt	808.6	613.9	31.7%
Technical reserves	24,027.3	23,316.7	3.0%
- Life assurance reserves	15,081.8	15,041.1	0.3%
- Other technical reserves	8,945.5	8,275.6	8.1%
Reserves for risks and expenses	244.7	168.3	45.4%
Other liabilities	3,583.0	3,601.5	-0.5%
TOTAL LIABILITIES	33,717.8	32,166.9	4.8%

Figures in million euros

MAPFRE's total assets under management, including mutual and pension funds, stood at €38,988.3 million (€36,551.4 million in 2005), a 6.7% increase.

The book value of investments and liquid assets as of 31 December 2006 was €26,616.7 million, a 4.8% increase over the previous year. The low growth is due to the fall in the value of fixed income securities caused by the rise in interest rates. The following table shows its breakdown and percentage distribution:

	2006	% over total	2005	% over total
Risk-free investments	1,678.1	7.5%	1,724.2	5.8%
- Cash	1,422.3	6.3%	1,424.5	4.4%
- Unit-linked investments	255.8	1.1%	299.7	1.4%
Real Estate Investments	1,587.5	7.1%	1,365.3	3.3%
- Buildings for own use	804.0	3.6%	739.8	1.7%
- Other Real Estate investments	783.5	3.5%	625.5	1.6%
Financial investments	22,873.9	101.6%	21,949.0	89.8%
- Shares	911.4	4.0%	551.5	2.1%
- Fixed income	20,169.3	89.6%	19,834.5	81.9%
- Mutual funds	1,421.3	6.3%	1,161.6	4.2%
- Other financial investments	371.9	1.7%	401.4	1.7%
Other investments	477.2	2.1%	370.3	1.1%
- Investments in associated companies	269.9	1.2%	224.4	0.5%
- Accepted reinsurance deposits	95.8	0.4%	34.5	0.4%
- Other investments	111.5	0.5%	111.4	0.1%
TOTAL	26,616.7	118.2%	25,408.8	100.0%

Figures in million euros

The value of real estate investments shown in the previous table does not include unrealised gains, which amounted to €893.3 million at the close of the year according to valuations performed by independent surveyors.

SHAREHOLDERS' EQUITY AND RETURNS

The net consolidated pro forma equity of the MAPFRE Group was €5,054.2 million at the close of the year. Of said amount, €1,027.8 million corresponded to minority shareholdings in subsidiaries and €4,026.4 million to CARTERA MAPFRE's majority shareholding.

The return on equity (ROE), defined as the net consolidated profit after tax and minorities as a percentage of average shareholders' equity, was 16.1%. The following table shows the ROE of the main Units and Companies:

	2006			2005
	Average equity	Profit	ROE % ⁽¹⁾	ROE % ⁽¹⁾
MAPFRE AUTOMÓVILES pro forma	624.0	252.8	40.5%	n.a.
LIFE INSURANCE OP. UNIT	628.4	128.9	20.5%	19.8%
GENERAL INSURANCE OP. UNIT	330.8	106.0	32.0%	23.2%
COMMERCIAL INSURANCE OP. UNIT	292.2	78.7	26.8%	24.7%
MAPFRE CAJA SALUD	114.2	16.5	14.4%	9.8%
MAPFRE AGROPECUARIA	113.9	21.4	18.8%	9.1%
MAPFRE AMÉRICA	799.8	83.8	10.5%	15.9%
MAPFRE AMÉRICA VIDA	78.1	9.2	11.8%	7.3%
MAPFRE RE	634.9	77.2	12.2%	5.6%
MAPFRE ASISTENCIA	93.5	10.0	10.7%	12.2%
MAPFRE SEGUROS GERAIS	69.5	4.8	6.9%	6.7%
BANCO DE SERVICIOS CAJA MADRID - MAPFRE	283.1	4.0	1.4%	5.4%
MAPFRE INMUEBLES	118.7	8.3	7.0%	3.5%
MAPFRE S.A. pro forma	3,780.5	610.2	16.1%	n.a.

Figures in million euros

⁽¹⁾ Net result after taxes and minority interests/average shareholders' equity excluding minority interests.

♦ ACQUISITIONS, PROJECTS AND DISPOSALS

Direct investments

The following are the most significant investment and disposal transactions concerning subsidiaries of the Group and affiliates carried out in 2006:

- CORPORACIÓN MAPFRE subscribed entirely for two capital increases carried out by holding company MAPFRE INTERNACIONAL for a total amount of €42.5 million, of which €13.9 million were paid up in cash and €28.6 million through the contribution of shareholdings in MIDDLESEA INSURANCE plc (Malta) and MAPFRE INSULAR (The Philippines). Additionally, a €26 million loan was granted at market terms to said holding company to finance the growth of its investment portfolio.
- Three loans for a total amount of €62 million were granted at market terms to: MAPFRE AMÉRICA, which used them to subscribe for capital increases carried out by its subsidiary MAPFRE VERA CRUZ in the amount of €36 million; and MAPFRE AMÉRICA VIDA, to subscribe for a capital increase carried out by its subsidiary MAPFRE VERA CRUZ VIDA in the amount of €38 million.
- Loans at market terms were granted also to MAPFRE INMUEBLES and to its subsidiary DESURCIC for a total amount of €61.6 million, which were partly repaid in the course of the year through the subscription of a €47.9 million capital increase.
- MAPFRE ASISTENCIA partly reimbursed two loans granted in previous years for an amount of €2.1 million.

Overall, the net outlay for the investments paid in cash was €166 million, as shown in the following table:

Company	Investments	Loans	Total
MAPFRE INTERNACIONAL	13.9	26.0	39.9
MAPFRE AMÉRICA	---	32.0	32.0
MAPFRE AMÉRICA VIDA	---	30.0	30.0
MAPFRE INMUEBLES and subsidiaries	47.9	12.4	60.3
MAPFRE ASISTENCIA	---	-2.1	-2.1
Other subsidiaries	1.9	4.0	5.9
TOTAL	63.7	102.3	166.0

Figures in million euros

On 17th December, an memorandum of understanding was signed to set up a company with SOCIETÀ CATTOLICA DI ASSICURAZIONI (Italy) to develop jointly in said country the Motor insurance business distributed through the agents network. MAPFRE will invest €473 million to acquire a 50% shareholding in the aforementioned company, which will be called MAPFRE CATTOLICA AUTO.

Investments made by subsidiaries

- MAPFRE SEGUROS GENERALES sold in their entirety its shareholdings in healthcare centres Santa Catalina and Santa Cruz de Tenerife and in subsidiary Limpieza y Mantenimiento Hospitalario, for a total amount of €6.8 million.
- MAPFRE AMERICA CAUCIÓN Y CRÉDITO carried out a capital increase of €4 million and created two new subsidiaries: MAPFRE FIANZAS (Mexico), through the contribution of €4 million in cash; and MAPFRE SEGURADORA DE CREDITO A EXPORTAÇÃO, S.A. (Brazil), through the contribution of 8.3 million of Brazilian reais (approximately €3 million).
- MAPFRE CAJA SALUD acquired the building occupied by healthcare centre Clínica San Antonio (Bilbao) for a price of €7.4 million and a building located in Zaragoza, in which another healthcare centre will be set up in the future, for a

price of €3.4 million.

- In addition to the investment in MAPFRE VERA CRUZ mentioned above, MAPFRE AMÉRICA and its subsidiaries carried out the following transactions:
 - The subscription of a USD 12.4 million (approximately €10.4 million) capital increase carried out by MAPFRE DOMINICANA (Dominican Republic) to finance the acquisition of a 38.33% shareholding in SEGUROS PALIC.
 - The subscription of a capital increase of 20 million Argentine pesos (approximately €4.9 million) carried out by MAPFRE ARGENTINA to support the growth of its volume of business.
 - The acquisition by MAPFRE PRAICO (Puerto Rico) of the entire share capital of BALDRICH & ASSOCIATES, one of the country's largest Insurance Agencies, for an initial outlay of USD 8.5 million (approximately €6.5 million) complemented by variable future payments based on results.
- MAPFRE RE received USD 111 million arising from a capital reduction carried out by its subsidiary MAPFRE REINSURANCE CORPORATION (U.S.A.) and paid USD 25 million (approximately €19 million) to said subsidiary to acquire its Canadian branch. These operations are related with the transfer to MAPFRE RE of the underwriting of the North American business and have no impact on its consolidated financial statements.
- MAPFRE ASISTENCIA: acquired the entire share capital of CANADIAN ROADSIDE & RECOVERY INC. (Canada), a supplier of roadside assistance services, for a price of 0.9 million Canadian dollars (approximately €0.6 million); paid GBP 2.7 million (approximately €4 million) to the previous owners of its subsidiary ABRAXAS (UK) corresponding to the part of the agreed price for the purchase of said company still pending payment; and desimbursed the deferred part of the acquisition price of ROAD AMERICA (U.S.A.) in the amount of €0.5 million.
- MAPFRE INTERNACIONAL subscribed for two capital increases carried out by its subsidiary MAPFRE U.S.A. for a total amount of USD 8.8 million.

Internal corporate reorganisation transactions

MAPFRE GUANARTEME transferred its industrial risks and retail insurance portfolios to MAPFRE EMPRESAS and MAPFRE SEGUROS GENERALES, respectively. These transfers were carried out at net asset value calculated under Spanish GAAP, with retroactive accounting effects from the 1st of January of 2006.

Funding

The investments detailed above were paid for with available excess cash and debt.

♦ CHANGE IN THE CORPORATE STRUCTURE

On 15th June 2006, the General Assembly of MAPFRE MUTUALIDAD agreed to carry out a reorganisation of the corporate structure of the Group to: preserve its future independence, its Spanish roots and its institutional stability; put under the valuation of the market, as well as under its scrutiny and rules, all of MAPFRE's business activities; increase substantially MAPFRE's scale and market capitalisation, as well as its ability to obtain new funds to continue expanding its activities and international presence, aiming to establish a position among the large European and global insurers; and allow for a more efficient and transparent management of the Group as a whole.

Pursuant to those agreements, having obtained all the relevant authorisations, at the end of fiscal year 2006 the restructuring came into place, for which purpose the Extraordinary General Meeting of our company held on 29th December 2006 took the following agreements:

- To carry out a capital increase without pre-emption rights of a nominal value of €108,082,063.30 through the issuance of 1,080,820,633 new outstanding shares of a nominal value of €0.1, structured in two tranches: an in-kind tranche reserved for CARTERA MAPFRE, which subscribed for 960,577,530 shares by contributing the following shareholdings:
 - 100% in the new company MAPFRE AUTOMÓVILES, which received the insurance portfolio of MAPFRE MUTUALIDAD.
 - 87.57% in MAPFRE AMÉRICA VIDA.
 - 99.97% in MAPFRE AGROPECUARIA.
 - 75% in MAPFRE SEGUROS GERAIS S.A. (Portugal) .
 - 57.28% in MAPFRE USA CORPORATION (Florida).
 - 48.89% in BANCO DE SERVICIOS FINANCIEROS CAJA MADRID-MAPFRE.
 - 99.98% in CENTRO INTERNACIONAL DE FORMACIÓN DE DIRECTIVOS MAPFRE.
 - 95.83% in MAPFRE SERVICIOS DE INFORMÁTICA.
 - a 3% stake in SOCIETA CATTOLICA DI ASSICURAZIONI.

And a second tranche reserved for MAPFRE MUTUALIDAD, which subscribed for 120,243,103 shares by contributing €383,815,984.78 in cash.

The terms of the in-kind tranche of the capital increase were set on the basis of the weighted average price of the Company's shares between 30th April and 9th May 2006 and of a range of market values during the same period for the contributed shareholdings detailed above, which were calculated by Morgan Stanley with reference to the same parameters. The resulting exchange ratio was revised by Citigroup, which considered it as equitable and issued the corresponding fairness opinion.

- To change the previous corporate name (CORPORACIÓN MAPFRE) for the present one (MAPFRE S.A.); to modify the corporate by-laws to adapt them to its new status as parent company of the Group, introducing at the same time rules for the protection of the interests of the Company and of its shareholders in order to limit the power of management and eliminate potential conflicts of interests, in line with the recommendations contained in the Unified Good Governance Code published by Spain's National Commission for the Securities Markets ('CNMV') and with the Group's own internal practice; to update the structure of the governing bodies of the Company, whose Board of Directors will be formed by no more than twenty-four members, two thirds of whom at least will be external (and no less than a third independent) and will have a main Delegated Committee, together with Delegated Audit, Appointments and Remuneration, and Compliance Committees; and to establish the possibility to create an Executive Committee reporting to the main Delegated Committee.

MAPFRE MUTUALIDAD transferred its assets: to FUNDACIÓN MAPFRE, for the part corresponding to its Equity Reserves; and to those who were mutual members as at 15th June 2006 or who had been mutual members in the previous three fiscal years (in total, 5,229,786 beneficiaries), who will be free to choose whether to receive €73.4 or 23 shares of MAPFRE S.A.

After these operations, CARTERA MAPFRE owns 71.59% of the shares of our Company, taking over the position as majority shareholder from MAPFRE MUTUALIDAD; and FUNDACIÓN MAPFRE, through its Institutional Control Committee, will assume the supervision of good governance in the Company. The latter will be managed solely by its Board of Directors, with the overriding aim to create value for all its shareholders.

♦ **EVENTS OCCURRED AFTER THE CLOSE OF THE YEAR**

The following events have occurred after the close of the year:

• **STRATEGIC AGREEMENT WITH CAJA CASTILLA – LA MANCHA**

On 16th January, MAPFRE signed a strategic agreement with CAJA CASTILLA – LA MANCHA to jointly exploit and develop the Life Assurance and Pension Plans Business distributed through the branch network and the other channels of the Savings Bank. Pursuant to this agreement, each entity will own a 50% shareholding in insurer CCM VIDA Y PENSIONES. MAPFRE, which will take up the management of said insurer, will make an initial outlay of €60.9 million to acquire its shareholding, which may be complemented in the coming years with additional payments based on the value created by CCM VIDA Y PENSIONES.

• **AGREEMENT WITH MUTUA VALENCIANA AUTOMOVILISTA**

On 25th January, MAPFRE and MUTUA VALENCIANA AUTOMOVILISTA signed a memorandum of understanding to integrate the activities and businesses of said Mutual Insurer into the insurance subsidiaries of MAPFRE. Under said agreement, MUTUA VALENCIANA will transfer to MAPFRE AUTOMÓVILES its Motor insurance portfolio, which makes up most of its business. The portfolios of the other business lines will be integrated into the corresponding companies of the MAPFRE Group. The parties will define jointly the most appropriate legal structures to carry out the integration, as well as its economic terms, which will be established in accordance with the reports prepared by independent experts.

♦ **HUMAN RESOURCES**

At the close of the year, a total of 21,544 managers and employees worked for the Company and its subsidiaries. Of these, 9,750 were employed by the Spanish companies (3,905 in insurance companies and 5,845 in other businesses) and 11,794 by those located in other countries. Their average age was 35.8 years and their average length of service stood at 5.6 years, underscoring both the youth and experience of the workforce and providing evidence of the stability and quality of employment in the Group. Men comprise 42% of the workforce, while women make up 58% of it.

MAPFRE views its employees as its main asset and as the principal driver of its growth and is therefore strongly committed to their development and training, in accordance with its institutional principles. The Social Responsibility Report provides extensive information of the human resources policy of the Group, which provides the framework for their development through specific programs and principles.

As a result of the integration of the new business and entities contributed to the the Company, in January 2007 the workforce of the Company and of its subsidiaries comprised 28,091 managers and employees, of whom 15,810 were employed by the Spanish companies and 12,281 by those located in other countries.

♦ OBJECTIVES

MAPFRE S.A. has set the following objectives for fiscal years 2007 – 2009:

- Attain higher growth rates than those obtained by the market of each country.
- Achieve increases in the volume of funds under management above those obtained by the market of each country, both in Life insurance and in other savings products.
- Maintain a combined ratio equal to or lower than 97% in the Non-Life direct insurance and reinsurance businesses.
- Obtain growing earnings per share.
- Continue to improve expense ratios as a percentage of premiums (Non-Life insurance) and funds under management (Life insurance and Savings).

The amount of synergies expected from the implementation of the new structure will be quantified more precisely as and when allowed by the specific strategic plans for each business area. Without any detriment to any objectives that may be set in the future, the Company expects to reduce its Non-life expense ratio (net total expenses over net premiums earned) in Spain, which stood at 19.2% in 2006, by at least one percentage point over the next three years. This expense reduction will generate an additional profit that, at present multiples, is equivalent to an increase in market value of €0.17 per share.

◆ ADDITIONAL INFORMATION

Figures in million euros

MAPFRE AUTOMOVILES: Key figures

	2006	2005	% 06/05
Gross written and accepted premiums	2,344.3	2,288.6	2.4%
Net premiums earned	2,304.9	2,192.6	5.1%
Underwriting result	202.2	212.7	-4.9%
Net financial income	142.5	121.3	17.5%
Other business activities	3.6	3.6	0.0%
Other non-technical results	27.4	16.1	70.2%
Gross result ⁽²⁾	375.6	353.7	6.2%
Net result	252.8	238.3	6.1%
Fixed assets	360.7	326.3	10.5%
Investments	2,547.8	2,202.8	15.7%
- Real estate	472.5	451.0	4.8%
- Other investments and cash	2,075.3	1,751.8	18.5%
Technical reserves	2,360.4	2,266.8	4.1%
Equity	780.2	467.7	66.8%
Non-life loss ratio ⁽³⁾	76.9%	78.1%	
Non-life expense ratio ⁽³⁾	14.4%	12.2%	
Non-life combined ratio ⁽³⁾	91.2%	90.3%	
ROE	40.5%	n.a.	

1) Consolidated pro forma figures, which include the items corresponding to the subsidiaries that provide services complementary to insurance. The figures for fiscal year 2005 that were published in June 2006 differ from those shown herein, as they were then prepared on the basis of individual financial statements and of an estimated distribution of a series of items among Group companies. Furthermore, the figures that were initially published included gains from assets sales, which were recorded by MAPFRE MUTUALIDAD and did not pertain to the Motor insurance business.

2) Before tax and minority interests

3) Ratios as a % of net premiums earned

GENERAL INSURANCE OPERATING UNIT: Key figures

	2006 ⁽¹⁾	2005	% 06/05
Gross written and accepted premiums	1,182.8	1,140.2	3.7%
- Burial insurance	224.2	213.0	5.3%
- Other business lines	958.7	927.2	3.4%
Net premiums earned	1,025.7	971.5	5.6%
Underwriting result	94.6	75.4	25.5%
Net financial income	57.4	57.5	-0.2%
Other business activities	0.0	0.0	---
Other non-technical results	9.3	-21.3	---
Gross result ⁽²⁾	161.3	111.6	44.5%
Net result	106.0	69.7	52.1%
Investments	1,216.1	969.8	25.4%
Technical reserves	1,295.7	1,191.4	8.8%
Shareholders' equity	353.7	307.8	14.9%
Non-life loss ratio ⁽³⁾	62.8%	64.7%	
Non-life expense ratio ⁽³⁾	27.7%	27.3%	
Non-life combined ratio ⁽³⁾	90.5%	92.0%	
ROE	32.0%	23.2%	

1) Figures for fiscal year 2006 do not include the items corresponding to MAPFRE GUANARTEME's industrial risks portfolio, which was transferred at the close of the year to the INDUSTRIAL INSURANCE OPERATING UNIT with accounting effects from 01.01.2006. This transfer led to a decrease in gross written and accepted premiums and in the net result of €38.3 million and €1 million, respectively

2) Before tax and minority interests

3) Ratios as a % of net premiums earned

MAPFRE CAJA SALUD: Key figures

	2006	2005	% 06/05
Gross written and accepted premiums	388.0	353.3	9.8%
- Agency network ⁽¹⁾	367.0	335.0	9.6%
- Bank network	21.0	18.3	14.8%
Net premiums earned	386.1	354.0	9.1%
Underwriting result	20.6	8.1	154.3%
Net financial income	10.8	8.3	30.1%
Other business activities	-5.4	-1.0	---
Other non-technical results	0.5	0.4	---
Gross result ⁽²⁾	26.5	15.7	68.8%
Net result	16.5	9.9	66.7%
Investments	148.1	71.2	108.0%
Technical reserves	81.4	66.4	22.6%
Shareholders' equity	122.1	106.3	14.9%
Non-life loss ratio ⁽³⁾	78.1%	81.2%	
Non-life expense ratio ⁽³⁾	16.6%	15.7%	
Non-life combined ratio ⁽³⁾	94.7%	96.9%	
ROE	14.4%	9.8%	

1) Including brokers.

2) Before tax and minority interests

3) Ratios as a % of net premiums earned.

MAPFRE AGROPECUARIA: Key figures

	2006	2005	% 06/05
Gross written and accepted premiums	229.3	242.4	-5.4%
Net premiums earned	236.1	185.0	27.6%
Underwriting result	25.8	11.4	126.3%
Net financial income	7.3	4.8	52.1%
Other business activities	0.0	0.0	---
Other non-technical results	0.9	-3.2	---
Gross result ⁽¹⁾	34.1	13.1	160.3%
Net result	21.4	8.8	143.2%
Investments	192.9	175.6	9.9%
Technical reserves	159.0	175.5	-9.4%
Shareholders' equity	126.7	101.1	25.3%
Non-life loss ratio ⁽²⁾	67.3%	74.7%	
Non-life expense ratio ⁽²⁾	21.7%	19.1%	
Non-life combined ratio ⁽²⁾	89.0%	93.8%	
ROE	18.8%	9.1%	

1) Before tax and minority interests

2) Ratios as a % of net premiums earned.

LIFE ASSURANCE OPERATING UNIT: Key figures

	2006	2005	% 06/05
Technical Reserves PGC/PCEA	13,495.8	12,891.5	4.7%
IFRS adjustments	1,146.3	1,829.5	-37.3%
Technical Reserves IFRS	14,642.1	14,721.0	-0.5%
Mutual Funds	3,777.3	3,097.1	22.0%
Pension Funds	1,493.2	1,287.4	16.0%
Third-party funds under management	19,912.6	19,105.5	4.2%
Gross written and accepted premiums	1,891.8	1,915.3	-1.2%
Net premiums earned	1,825.2	1,853.6	-1.5%
Underwriting and financial result	140.0	131.0	6.9%
Other business activities	52.1	40.7	
Other non technical results	0.5	0.6	-16.7%
Gross result ⁽¹⁾	192.6	172.3	11.8%
Net result	128.9	114.2	12.9%
Investments	15,898.0	15,907.5	-0.1%
Shareholders' equity	644.3	612.4	5.2%
Expense Ratio ⁽³⁾	0.9%	0.9%	
ROE	20.5%	19.8%	

1) Before taxes and minority interests

2) Net operating expenses/average third-party funds under management.

LIFE ASSURANCE OPERATING UNIT: Premiums breakdown

	2006	2005	% 06/05
Regular Premiums	422.2	445.7	-5.3%
- Agents channel	393.1	396.5	-0.9%
- Bank channel	29.1	49.2	-40.9%
Single Premiums	1,200.2	1,076.5	11.5%
- Agents channel	516.6	426.8	21.0%
- Bank channel	683.6	649.7	5.2%
Life premiums - Savings	1,622.4	1,522.2	6.6%
Externalisation	0.0	148.6	---
- Agents channel	0.0	105.8	---
- Bank channel	0.0	42.8	---
Sub-total	1,622.4	1,670.8	-2.9%
Life Premiums - Protection	269.4	244.5	10.2%
- Agents channel	152.0	148.6	2.3%
- Bank channel	117.4	95.9	22.4%
TOTAL PREMIUMS	1,891.8	1,915.3	-1.2%
- Agents channel	1,061.7	1,077.7	-1.5%
- Bank channel	830.1	837.6	-0.9%

LIFE ASSURANCE OPERATING UNIT: Breakdown of funds under management

	2006	2005	% 06/05
Regular premiums insurance	4,494.1	4,472.0	0.5%
- Agents channel	4,130.3	4,121.6	0.2%
- Bank channel	363.8	350.4	3.8%
Single premiums insurance	9,672.1	9,842.2	-1.7%
- Agents channel	4,822.3	5,018.2	-3.9%
- Bank channel	4,849.8	4,824.0	0.5%
Life assurance - Protection	184.3	153.3	20.2%
- Agents channel	37.0	33.9	9.1%
- Bank channel	147.3	119.4	23.4%
Mathematical reserves	14,350.5	14,467.5	-0.8%
Other reserves	291.6	253.5	15.0%
TOTAL TECHNICAL RESERVES	14,642.1	14,721.0	-0.5%
Mutual funds and managed portfolios	3,777.3	3,097.1	22.0%
Pension funds	1,493.2	1,287.4	16.0%
- Individual system	1,320.0	1,136.3	16.2%
- Employers' system	173.2	151.1	14.6%
TOTAL MANAGED SAVINGS	19,912.6	19,105.5	4.2%

LIFE ASSURANCE OPERATING UNIT: Change in funds under management

	2006	2005
Change in IFRS technical reserves	-78.9	1,238.1
> Variation under PGC/PGEA ⁽²⁾	604.2	733.0
Mutual funds	680.2	417.0
> Net sales	48.7	127.5
Pension funds	205.8	184.2
> Net sales	122.9	118.2

COMMERCIAL INSURANCE OPERATING UNIT: Key figures

	2006 ⁽¹⁾	2005	% 06/05
Gross written and accepted premiums	1,233.2	1,101.5	12.0%
- Industrial business	542.5	472.5	14.8%
- Global Risks	563.7	508.4	10.9%
- Credit and Surety business	127.0	120.6	5.3%
Net premiums earned	457.7	395.6	15.7%
Underwriting result	64.0	26.8	138.8%
Net financial income	48.6	74.4	-34.7%
Other business activities	-1.1	0.4	---
Other non-technical results	4.0	2.3	73.9%
Gross result ⁽²⁾	115.5	103.9	11.2%
Net result	78.7	71.4	10.2%
Investments	1,210.5	933.9	29.6%
Technical reserves	2,235.3	1,897.6	17.8%
Shareholders' equity	322.2	262.2	22.9%
Non-life loss ratio ⁽³⁾	65.7%	78.0%	
Non-life expense ratio ⁽³⁾⁽⁴⁾	20.3%	12.1%	
Non-life combined ratio ⁽³⁾	86.0%	90.1%	
ROE	26.8%	24.7%	

1) Figures for fiscal year 2006 include the items corresponding to MAPFRE GUANARTEME's industrial risks portfolio, which was integrated at the close of the year with accounting effects from 01.01.2006. This transfer led to an increase in gross written and accepted premiums and in the net result of €35.8 million and €1 million, respectively. The reinsurance premiums accepted from MAPFRE GUANARTEME were eliminated upon consolidation

2) Before taxes and minority interests

3) Ratios as a % of net premiums earned

4) Given the importance of credit opinion activities for MAPFRE CAUCIÓN y CRÉDITO, the net income from other activities of this subsidiary is added to the numerator of the expense ratio

AMERICA OPERATING UNIT: Key figures

	2006	2005	% 06/05
Gross written and accepted premiums	2,461.7	1,945.3	26.5%
Net premiums earned	1,887.9	1,493.0	26.5%
Underwriting and financial result	120.4	87.5	37.6%
Other business activities	0.0	0.0	---
Other non-technical results	-4.3	9.0	---
Gross result ⁽¹⁾	116.1	96.5	20.3%
Net result	93.0	110.4	-15.8%
Investments	1,862.2	1,615.7	15.3%
Technical reserves	1,844.1	1,617.5	14.0%
Shareholders' equity	889.2	866.6	2.6%
Non-life loss ratio ⁽²⁾	66.6%	68.2%	
Non-life expense ratio ⁽²⁾	36.4%	34.8%	
Non-life combined ratio ⁽²⁾	103.0%	103.0%	
ROE	10.6%	15.2%	

1) Before tax and minority interests

2) Ratios as a % of net premiums earned

AMERICA OPERATING UNIT: Premiums and results by countries

COMPañIA	PRIMAS				RESULTADOS ⁽¹⁾			
	2006	2005	% 06/05	Moneda local % 06/05	2006	2005	% 06/05	Moneda local % 06/05
VENEZUELA	296.6	255.4	16.1%	23.1%	36.0	29.3	22.9%	30.3%
BRASIL ⁽²⁾	621.9	434.6	43.1%	33.3%	33.2	15.6	112.8%	98.2%
PUERTO RICO	270.9	254.3	6.5%	9.3%	26.5	24.8	6.9%	9.6%
MÉXICO	310.9	250.8	24.0%	27.3%	7.0	11.7	-40.2%	-38.6%
ARGENTINA	266.2	195.2	36.4%	47.4%	7.4	5.9	25.4%	35.6%
RESTO PAÍSES ⁽³⁾	265.4	264.7	0.3%	---	-5.9	3.8	---	---
Holding y ajustes de consolidación	---	---	---	---	-2.8	0.5	---	---
MAPFRE AMÉRICA	2,031.9	1,655.0	22.8%	---	101.4	91.6	10.7%	---
BRASIL	337.7	216.3	56.1%	45.4%	8.6	2.8	---	186.1%
ARGENTINA	9.5	7.3	30.1%	40.7%	2.2	2.2	---	8.1%
RESTO PAÍSES ⁽⁴⁾	82.6	66.7	23.8%	---	2.9	2.5	16.0%	---
Holding y ajustes de consolidación	---	---	---	---	1.0	-2.6	-138.5%	---
MAPFRE AMÉRICA VIDA	429.8	290.3	48.1%	---	14.7	4.9	200.0%	---
UNIDAD AMÉRICA	2,461.7	1,945.3	26.5%	---	116.1	96.5	20.3%	---

1) Before taxes and minority interests

2) The data at the close of 2006 include the following figures for MAPFRE NOSSA CAIXA: premiums: €73.3 million; result before taxes and minority interests: €6.9 million (€11.5 million and €0.2 million, respectively, in 2005)

3) Includes Chile, Colombia, Dominican Republic, El Salvador, Paraguay, Peru and Uruguay

4) Includes Chile, Colombia and Peru

MAPFRE RE: Key figures

	2006	2005	% 06/05
Gross written and accepted premiums	1,437.7	1,337.4	7.5%
- of which Life premiums	101.0	95.7	5.5%
Net premiums earned	877.6	835.4	5.1%
Underwriting result	63.6	7.0	---
Net financial income	54.7	51.0	7.3%
Other business activities	0.0	0.0	---
Other non-technical results	-2.5	-3.6	-30.6%
Gross result ⁽¹⁾	115.8	54.4	112.9%
Net result	77.2	32.3	139.0%
Investments	1,751.9	1,614.2	8.5%
Technical reserves	1,656.2	1,582.0	4.7%
Shareholders' equity	647.1	622.6	3.9%
Non-life loss ratio ⁽²⁾	57.6%	67.6%	
Non-life expense ratio ⁽²⁾	34.8%	32.1%	
Non-life combined ratio ⁽²⁾	92.3%	99.7%	
ROE	12.2%	5.6%	

1) Before tax and minority interests

2) Ratios as a % of net premiums earned

MAPFRE ASISTENCIA: Key figures

	2006	2005 ⁽¹⁾	% 06/05
Operating income	421.4	363.7	15.9%
- Gross written and accepted premiums	296.3	254.5	16.4%
- Other income	125.1	109.2	14.6%
Net premiums earned	242.7	204.4	18.7%
Underwriting result	15.3	6.7	128.4%
Net financial income	0.0	6.6	---
Other business activities	-2.2	-1.1	100.0%
Other non-technical results	1.2	1.2	---
Gross result ⁽²⁾	14.3	13.4	6.7%
Net result	10.0	9.5	5.3%
Investments	40.1	40.5	-1.0%
Technical reserves	160.5	136.3	17.8%
Shareholders' equity	95.1	91.8	3.6%
Non-life loss ratio ⁽³⁾	70.8%	71.4%	
Non-life expense ratio ⁽³⁾	22.9%	25.3%	
Non-life combined ratio ⁽³⁾	93.7%	96.7%	
ROE	10.7%	12.2%	

1) Before tax and minority interests

2) Ratios as a % of net premiums earned

Key figures of other subsidiaries

	Revenues ⁽¹⁾		Gross result		Net result	
	2006	2005	2006	2005	2006	2005
FULLY CONSOLIDATED						
MAPFRE SEGUROS GERAIS	112.3	100.8	6.6	6.3	4.8	4.4
MAPFRE QUAVITAE	103.6	85.0	0.4	-1.0	0.1	-1.2
MAPFRE INMUEBLES	118.3	37.4	12.9	2.8	8.3	2.4
EQUITY ACCOUNTED ⁽²⁾						
BANCO DE S. F. CAJA MADRID - MAPFRE	44.6	34.5	6.7	9.5	2.0	5.9
GESMADRID	9.0	8.8	5.5	5.7	3.6	3.7
CAJA MADRID PENSIONES	5.2	4.5	3.0	2.3	2.0	1.5
CAJA MADRID BOLSA	9.8	5.9	5.7	2.7	3.8	1.8

1) In the case of companies accounted for by the equity method, figures correspond to the ordinary margin

200726 Adjusted for the percentage f ownership

MAPFRE S.A.: Statement of changes in Equity

	2005	2006
BALANCE AS AT 1ST JANUARY	2,712.0	3,161.3
Additions and deductions accounted for directly in equity		
Investments available for sale	352.0	-364.1
Translation adjustments	126.0	-72.3
Shadow accounting - Life assurance	-261.0	334.3
TOTAL	217.0	-102.1
Yearly result	393.8	515.9
Distribution of previous year result	-43.0	-54.9
Interim dividend for the year	-112.0	-123.7
Other items	-6.5	15.2
BALANCE AS AT 31ST DECEMBER	3,161.3	3,411.7

MAPFRE S.A.: Breakdown of equity by business units and subsidiaries

	Equity					
	2006		2005		% Var.	
	Share of		Share of			
	Controlling shareholder	Minorities	Controlling shareholder	Minorities	Controlling shareholder	Minorities
MAPFRE VIDA	328.6	315.7	311.9	300.5	5.4%	5.1%
MAPFRE SEGUROS GENERALES	180.4	173.3	157.5	151.3	14.5%	14.6%
MAPFRE EMPRESAS	164.3	157.9	139.3	134.0	17.9%	17.8%
MAPFRE CAJA SALUD	62.3	59.8	54.2	52.1	14.9%	14.8%
Consolidation adjustments/minority interests	125.1	120.3	134.4	128.1	-6.9%	-6.1%
MAPFRE-CAJA MADRID	860.7	827.0	797.3	766.0	8.0%	8.0%
MAPFRE AMÉRICA	698.7	104.4	693.0	103.5	0.8%	0.8%
MAPFRE RE	569.4	77.7	547.3	75.3	4.0%	3.1%
MAPFRE ASISTENCIA	95.1	---	95.1	---	0.0%	---
OTHER COMPANIES	235.3	20.9	142.2	19.0	65.5%	---
Consolidation adjustments/minority interests	-119.3	41.7	-131.1	38.2	-9.0%	9.2%
MAPFRE S.A. consolidated	2,340.0	1,071.7	2,183.6	977.7	7.2%	9.6%

Consolidation adjustments⁽¹⁾

	Technical reserves		Gross written and accepted premiums	
	2006	2005	2006	2005
MAPFRE S.A consolidated	540.2	460.7	590.1	508.5
CONTRIBUTED BUSINESSES	38.0	54.1	86.8	110.5
MAPFRE S.A. pro forma	578.2	514.8	676.9	619.0

1) Corresponding to MAPFRE RE and other companies

CONTRIBUTED BUSINESS: Pro forma income statement

	2006	2005	% Var.
NON-LIFE INSURANCE AND REINSURANCE			
Gross written and accepted premiums	2,602.8	2,559.6	1.7%
Premiums earned, net of ceded and retroceded reinsurance	2,618.2	2,470.2	6.0%
Net claims incurred and variation in other technical provisions	-1,982.3	-1,973.4	0.5%
Operating expenses, net of reinsurance	-360.5	-293.4	22.9%
Other technical income and expenses	-61.8	-15.3	—
Technical result	213.6	188.1	13.6%
Net financial income	154.8	132.6	16.7%
Other non-technical income and expenses	29.0	-12.5	—
Result of Non-life business	397.4	308.2	28.9%
LIFE ASSURANCE AND REINSURANCE			
Gross written and accepted premiums	429.8	290.3	48.1%
Premiums earned, net of ceded and retroceded reinsurance	389.1	245.8	58.3%
Net claims incurred and variation in other technical provisions	-230.2	-159.9	44.0%
Operating expenses, net of reinsurance	-170.1	-105.1	61.8%
Other technical income and expenses	1.1	1.0	10.0%
Technical result	-10.1	-18.2	-44.5%
Net financial income	24.5	19.9	23.1%
Unrealised gains and losses in Unit Linked products	0.0	0.0	—
Other non-technical income and expenses	0.3	3.2	—
Result of Life business	14.7	4.9	200.0%
OTHER BUSINESS ACTIVITIES			
Operating income	28.8	128.8	-77.6%
Operating expenses	-24.4	-121.5	-79.9%
Net financial income	0.2	-2.2	—
Results from minority shareholdings	2.0	6.1	—
Other net income	0.0	0.0	—
Results from other business activities	6.6	11.2	-41.1%
Result before tax and minority shareholders	418.7	324.3	29.1%
Taxes	-134.1	-119.8	11.9%
Result after tax	284.6	204.5	39.2%
Result attributable to minority shareholders	-4.6	4.0	—
Result after tax and minority shareholders	280.0	208.5	34.3%
Non-life loss ratio ⁽¹⁾	75.7%	79.9%	
Non-life expense ratio ⁽¹⁾⁽²⁾	16.1%	12.5%	
Non-life combined ratio ⁽¹⁾	91.8%	92.4%	

1) Ratios calculated over net premiums earned

2) Includes the appropriation of reserves for early retirements, which added 1.2 percentage points to the expense ratio

CONTRIBUTED BUSINESS: Pro forma balance sheet

	2006	2005	% 06/05
ASSETS			
Goodwill ⁽¹⁾	5.1	-4.8	---
Fixed assets	595.6	549.3	8.4%
Investments	3,138.0	2,778.9	12.9%
Participation of reinsurance in technical reserves	4.4	5.6	---
Other assets	1,198.3	993.2	20.7%
TOTAL ASSETS	4,941.4	4,322.2	14.3%
LIABILITIES			
Shareholders' equity	1,257.8	927.2	35.7%
Minority interests ⁽¹⁾	-43.8	-45.8	-4.4%
Debt	115.3	98.7	16.8%
Technical reserves	3,023.3	2,889.6	4.6%
- Life assurance reserves	351.1	262.6	33.7%
- Other technical reserves	2,672.2	2,627.0	1.7%
Reserves for risks and expenses	108.0	60.6	78.2%
Other liabilities	480.8	391.9	22.7%
TOTAL LIABILITIES	4,941.4	4,322.2	14.3%

1) These figures are negative as they are shown net of consolidation adjustments.

MAPFRE INMUEBLES: Key figures

	2006	2005	% 06/05
Operating revenues	118.0	36.8	---
EBIT	22.0	4.2	---
Net financial income	-9.0	-1.4	---
Gross result ⁽¹⁾	12.9	2.8	---
Net result	8.3	2.4	---
Stock	489.8	308.2	58.9%
Financial debt	297.0	142.3	108.7%
Shareholders' equity	145.4	91.9	58.2%
ROE	0.1	0.0	---
Buildable sq.m. (thousand)	519.0	345.0	50.4%
Real estate units in stock	4,569	2,982	53.2%
Real estate units under construction	172	263	-34.6%
Number of developments in progress	33	13	153.8%
Developments in progress (land in thousand sq.m.)	825.0	396.0	108.3%

1) Before taxes and minority interests.

MAPFRE SEGUROS GERAIS: Key figures

	2006	2005	% 06/05
Gross written and accepted premiums	98.5	96.3	2.3%
Net premiums earned	83.5	79.9	4.5%
Underwriting result	-2.8	3.3	-184.8%
Net financial income	6.9	2.9	137.9%
Other business activities	0.0	0.0	---
Other non-technical results	2.5	0.0	---
Gross result ⁽¹⁾	6.6	6.3	4.8%
Net result	4.8	4.4	9.1%
Investments	120.9	100.0	20.9%
Technical reserves	110.2	95.0	16.0%
Shareholders' equity	70.6	68.4	3.2%
Non-life loss ratio ⁽²⁾	77.3%	65.2%	
Non-life expense ratio ⁽²⁾	26.0%	30.7%	
Non-life combined ratio ⁽²⁾	103.3%	95.9%	
ROE	6.9%	6.7%	

1) Before tax and minority interests

2) Ratios as a % of net premiums earned.

BANCO DE SERVICIOS FINANCIEROS CAJA MADRID-MAPFRE: Key figures

	2006	2005	% 06/05
Net interest income	86.7	68.5	26.6%
Ordinary revenues	91.0	70.5	29.1%
Operating profits	50.0	35.9	39.3%
General provisions	25.8	13.0	98.5%
Profit before tax	13.7	19.3	-29.0%
Net attributable profit	4.0	12.1	-66.9%
Lending portfolio (net)	4,705.0	3,443.0	36.7%
Shareholders' equity	300.0	266.2	12.7%
Cost/income ratio ⁽¹⁾	45.4%	48.9%	
NPL ratio	1.6%	1.4%	
Coverage ratio	142.1%	167.3%	
BIS ratio	8.2%	8.8%	

1) Operating expenses / Ordinary revenues

MAPFRE QUAVITAE ⁽¹⁾: Key figures

	2006	2005	% 06/05
Operating income	103.3	85.0	21.5%
EBIT	3.4	2.5	36.0%
Total financial income	-2.9	-3.4	-14.7%
Gross result ⁽¹⁾	0.4	-1.0	---
Net result	0.1	-1.2	---
Financial debt	58.5	65.7	-11.0%
Shareholders' equity	48.3	43.8	10.3%
Residential centres	20	17	
Residential places	3,372	3,069	
Day-centres	27	23	
Day-centres places	1,094	949	
Teleassistance users	57,347	48,000	
Home assistance users	9,515	8,200	

1) MAPFRE QUAVITAE forms part of and is managed by the ASSISTANCE OPERATING UNIT, although MAPFRE S.A. controls the majority of its share capital

A presentation for analysts and investors, that complements and completes the information contained herein, is simultaneously being released (accessible at www.mapfre.com).

**X. (1) ISSUANCE, PARTIAL OR COMPLETE REPAYMENT OF FINANCIAL
BORROWINGS**

No transactions of this nature were carried out in the period.

**X. (2) SECURITIES ISSUED BY THIRD PARTIES AND GUARANTEED BY THE
GROUP**

No transactions of this nature were carried out in the period.

XI. DIVIDENDS DISTRIBUTED DURING THE PERIOD

		% based on nominal	Euros per Share	Amount (€ '000)
1. Ordinary Shares	3100	70.0	0.07	83,615
2. Preference Shares	3110	--	--	--
3. Redemptible Shares	3115	--	--	--
4. Non-voting Shares	3120	--	--	--

Further information on dividend payments (interim, supplementary, etc.)

The following dividends were paid in the fiscal year:

- Supplementary dividend, paid out of the results for fiscal year 2005, on 5 May 2006; shares numbered 1 to 238,900,706 collected € 0.15 gross per share.
- Interim dividend, paid out of the results for fiscal year 2006, on 17 November 2006; shares numbered 1 to 1,194,503,530 collected € 0.04 gross per share.

Figures for the dividend paid on 17th November 2006 are adjusted for the 5-for-1 share split that was effected on 28th October 2006; the nominal value of each share was set at €0.1 while the number of shares in issue changed to 1,194,503,530.

XIV. TRANSACTIONS WITH RELATED PARTIES

1. TRANSACTIONS CARRIED OUT WITH SIGNIFICANT SHAREHOLDERS OF THE COMPANY

Code	Description	S / G	Present / Previous	Amount	Profit or Loss	ST / LT	Related Party
13	Operating lease contracts	Group of transactions	Present	-3,010		ST	
13	Operating lease contracts	Group of transactions	Present	4,600		ST	
20	Interest collected	Group of transactions	Present	-110		ST	
19	Interest paid	Group of transactions	Present	590		ST	
9	Services provided	Group of transactions	Present	-85,860		ST	
9	Services provided	Group of transactions	Present	6,710		ST	
33	Other (specify)	Group of transactions	Present	-28,070		ST	

Other (033): Accepted and ceded reinsurance transactions.

2. TRANSACTIONS CARRIED OUT WITH MANAGERS OF THE COMPANY

Code	Description	S / G	Present / Previous	Amount	Profit or Loss	ST / LT	Related Party
26	Salaries	Group of transactions	Present	2,880		S-T	

3. TRANSACTIONS CARRIED OUT AMONG STAFF, COMPANIES OR ENTITIES OF THE GROUP

Code	Description	S / G	Present / Previous	Amount	Profit or Loss	ST / LT	Related Party

4. TRANSACTIONS WITH OTHER RELATED PARTIES

Code	Description	S / G	Present / Previous	Amount	Profit or Loss	ST / LT	Related Party

S = single transaction; G = Group of transactions.

Present = transactions commenced and ended within the fiscal year; Previous = transactions commenced in previous fiscal years and not yet ended at the close of the fiscal year under consideration.